

FORD COUNTY, KANSAS

**BASIC FINANCIAL STATEMENTS
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2012**

FORD COUNTY, KANSAS

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Ford County, Kansas
Dodge City, Kansas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Ford County, Kansas, as of and for the year ended December 31, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit and Accounting Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Qualified Opinion on Governmental Activities

Management has not adopted and reported the annual other postemployment benefit (OPEB) obligation annual cost and net OPEB obligation in the governmental activities and, accordingly, has not considered the need to report the OPEB annual cost and net OPEB obligation. Accounting principles generally accepted in the United States of America require reporting of the OPEB annual cost and net OPEB obligation, which would increase liabilities and decrease net position and change the expenses in the governmental activities. The amount by which this departure would affect the liabilities, net position, and expenses of the governmental activities has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on Governmental Activities" paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of Ford County, Kansas, as of December 31, 2012, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Ford County, Kansas, as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Road and Bridge Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ford County, Kansas' financial statements as a whole. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kennedy McKee & Company LLP

September 9, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

FORD COUNTY, KANSAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Ford County, Kansas' financial performance provides an overview of the County's financial activities for the year ended December 31, 2012. It should be read in conjunction with the County's basic financial statements, listed in the table of contents.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide statements consist of the Statement of Net Position and the Statement of Activities. These provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements follow the government-wide statements. For governmental activities, these statements tell how the services of the County were financed in the short term as well as what remains for future spending. Fund financial statements report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds.

The Statement of Net Position and the Statement of Activities

One of the most important questions asked about the County's finances is this: "Is the County, as a whole, better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities provide answers to this question by reporting information about the County as a whole and about its activities. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most commercial entities. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net position and changes in them. The net position represents the difference between assets and liabilities. Net position is one way to measure the financial position of the County. Over time, increases or decreases in net position is one indicator of whether the County's financial health is improving or deteriorating. Other factors, such as changes in the property tax base, and economic conditions at the state and local level must also be considered when assessing the overall financial position of the County.

In the Statement of Net Position and in the Statement of Activities, the information is divided into three kinds of activities:

- Governmental activities—Most of the County's basic services are reported here, including general government, public safety, economic development, health and welfare, culture and recreation, public works, and sanitation. Property taxes, sales tax, fees, and federal and state grants finance most of these activities.
- Business-type activities—The County charges a fee to customers to help cover all or most of the cost of certain services it provides. These services are solid waste disposal and alarm operations.
- Component units—The County includes one separate legal entity in its report: the Ford County Extension Council. Although legally separate, this component unit is important because of its relationship with the County.

USING THIS ANNUAL REPORT (CONTINUED)

To aid in the understanding of the Statement of Activities some additional explanation is given. Of particular interest is the format that is significantly different from a typical Statement of Revenue, Expenditures, and Changes in Fund Balance. The expenses are listed in the first column with revenues from that particular program reported to the right. The result is a net (expense)/revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the County's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants.

Fund Financial Statements

Our analysis of the County's major funds follows in this discussion. The fund financial statements provide detailed information about the most significant funds – not the County as a whole. Some funds are required to be established by state law or by contract. However, the Board of County Commissioners establishes many other funds to help control and manage money for particular purposes, or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The County's two kinds of funds – governmental and proprietary – use different accounting approaches.

- **Governmental funds**—Most of the County's basic services are reported in governmental funds. The focus is on how money flows into and out of those funds and on the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Reconciliation between the governmental funds reported here and the overall governmental activities column of the Statement of Net Position is provided.
- **Proprietary funds**—When the County charges for the services it provides – whether to outside customers, or to other units of the County – these services are generally reported in proprietary funds. Proprietary funds are reported using the same accounting approach that all activities use in the Statement of Net Position and in the Statement of Activities. The enterprise funds (a component of proprietary funds) are the funds that comprise the business-type activities in the government-wide financial statements. Since they use the same accounting approach in all statements, no reconciliation is necessary among the statements.

THE COUNTY AS A WHOLE

Government-wide Statements - Overview

The County's overall financial position and operations for the past two years are summarized in the following tables based on the information included in the government-wide financial statements.

Table 1: Financial Position

	Governmental activities		Business-type activities		Total primary government	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 30,586,389	\$ 36,605,825	\$ 3,183,910	\$ 2,798,265	\$ 33,770,299	\$ 39,404,090
Capital assets	62,004,251	54,916,743	1,318,914	1,372,346	63,323,165	56,289,089
Total assets	92,590,640	91,522,568	4,502,824	4,170,611	97,093,464	95,693,179
Long-term liabilities	27,602,802	28,419,948	3,219,079	2,810,228	30,821,881	31,230,176
Other liabilities	1,232,620	1,309,460	49,375	21,624	1,281,995	12,148,421
Total liabilities	28,835,422	29,729,408	3,268,454	2,831,852	32,103,876	43,378,597
Deferred inflows of resources	11,352,457	10,817,337	-	-	11,352,457	10,817,337
Net position						
Invested in capital assets						
net of related debt	34,959,251	32,939,220	1,318,914	1,372,346	36,278,165	34,311,566
Restricted	7,271,321	11,862,445	-	-	7,271,321	11,862,445
Unrestricted	10,172,189	6,174,158	(84,544)	(33,587)	10,087,645	6,140,571
Total net position	\$ 52,402,761	\$ 50,975,823	\$ 1,234,370	\$ 1,338,759	\$ 53,637,131	\$ 52,314,582

The total net position for the County increased \$1,323,000 with the net position of the governmental activities increasing about \$1,427,000, and those of the business-type activities decreasing about \$104,000 including the change in accounting estimate for landfill closure and post-closure costs of \$561,511. The major causes for the changes for the governmental activities and the result of operations for all activities as described below.

Table 2: Operations

	Governmental activities		Business-type activities		Total primary government	
	2012	2011	2012	2011	2012	2011
Revenue:						
Program revenue:						
Charges for services	\$ 4,094,752	\$ 4,738,780	\$ 1,621,689	\$ 1,610,494	\$ 5,716,441	\$ 6,349,274
Operating grants	957,508	947,705	-	-	957,508	947,705
Capital grants	142,372	176,892	-	-	142,372	176,892
General revenue:						
Taxes	18,774,498	18,632,868	-	-	18,774,498	18,632,868
Unrestricted grants	1,211,879	902,082	-	-	1,211,879	902,082
Investment earnings	34,298	55,123	6,254	6,254	40,552	61,377
Gain on sale of assets	107,533	-	99,200	-	206,733	-
Transfers	156,000	471,000	(325,000)	(640,000)	(169,000)	(169,000)
Other general revenue	774,474	810,086	-	-	774,474	810,086
Total revenue	26,253,314	26,734,536	1,402,143	976,748	27,655,457	27,711,284
Program expenses:						
General government	7,679,600	8,523,020	-	-	7,679,600	8,523,020
Public safety	7,098,501	6,848,896	-	-	7,098,501	6,848,896
Economic development	40,000	35,750	-	-	40,000	35,750
Health and welfare	2,330,493	2,363,283	-	-	2,330,493	2,363,283
Culture and recreation	1,426,885	1,199,015	-	-	1,426,885	1,199,015
Public works	3,902,270	4,570,852	-	-	3,902,270	4,570,852
Sanitation	50,289	21,647	-	-	50,289	21,647
Indirect depreciation	941,513	935,249	-	-	941,513	935,249
Interest on long-term debt	1,356,825	849,131	-	-	1,356,825	849,131
Solid waste disposal	-	-	930,157	890,743	930,157	890,743
Alarm	-	-	14,864	23,465	14,864	23,465
Total expenses	24,826,376	25,346,843	945,021	914,208	25,771,397	26,261,051
Increase in net position	\$ 1,426,938	\$ 1,387,693	\$ 457,122	\$ 62,540	\$ 1,884,060	\$ 1,450,233

THE COUNTY AS A WHOLE (CONTINUED)

Government-wide Statements – Overview (continued)

Governmental revenues decreased about \$481,000 from the prior year. This decrease included the following:

- Decrease of \$644,000 in charges for services principally due to an increase of \$594,000 in Register of Deeds registration fees, an increase of \$323,000 mostly due to 911 taxes and out of county prisoner fees, decrease in health department charges for services of \$200,000, county shared health fund was reclassified to an internal service fund in 2012 due to the County becoming partially self funded, the charges for service in the internal service fund of \$1,783,000 was eliminated in 2012;
- Increase of \$108,000 in gain on sale of assets due to the sale of surplus capital assets;
- Decrease of \$315,000 in net transfers with the amount received from the business-type activities.

Governmental expenses decreased about \$520,000 as follows:

- Decrease of \$843,000 in general government due to an increase in salaries of \$212,000, an increase of \$301,000 in employee benefits, the county shared health fund being reclassified to an internal service fund and the elimination of internal service expenditures of \$1,626,000;
- Increase of \$669,000 in public works due to increases in the cost of commodities and less capital purchases (capital items removed from expense in the government-wide statements);
- Increase of \$507,000 in interest on long-term debt due to interest paid on the revenue bonds issued in the prior year plus interest accrued at year end.

Business-type expenses increased \$31,000 from the prior year. The decrease included the following:

- Decrease of \$45,000 in personal services due to Director salaries paid for only six months out of the year;
- Increase of \$53,000 due to increased costs of commodities;
- Increase of \$87,000 in contractual services due to increased repairs;
- Decrease in capital outlay of \$21,000 due to the purchase of fewer non-capitalized assets not subject to the capitalization policy;
- Decrease of \$28,000 due to capital assets being fully depreciated.

Governmental Activities

The most significant governmental activities are general government, public safety, health and welfare, and public works. The main sources of revenue are taxes, charges for services, and grants and contributions.

THE COUNTY AS A WHOLE (CONTINUED)

Governmental Activities (continued)

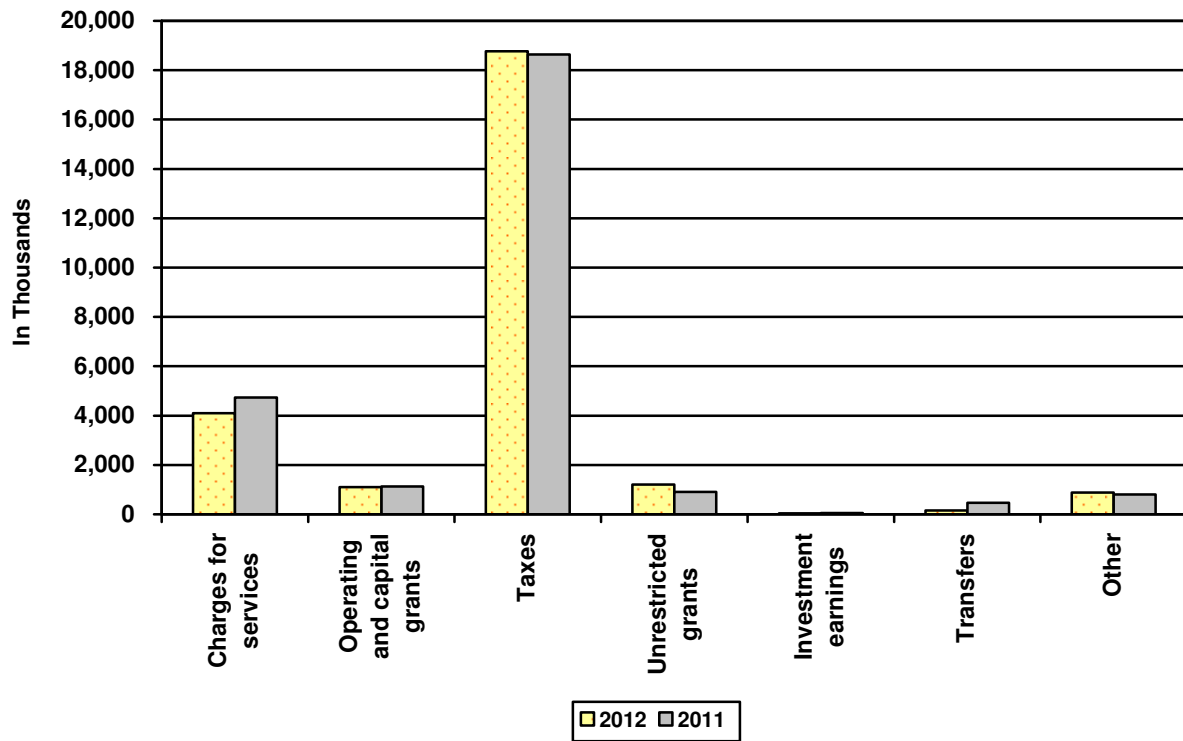
The cost of all governmental activities this year was \$24,826,376 compared to \$25,346,843 last year. However, as shown in the Statement of Activities, the amount that the taxpayers ultimately financed for these activities through property taxes was only \$12,481,834 because some of the cost was paid by those who directly benefited from the programs (\$4,094,376) or by other governments and organizations that subsidized certain programs with grants and contributions (\$2,311,759). The County paid for the remaining portion of governmental activities with other revenues such as interest, sales tax and general entitlements.

The following charts reflect a comparison among all the sources of revenue and expense categories for the years ended December 31, 2012 and 2011 based on the information included in the government-wide financial statements.

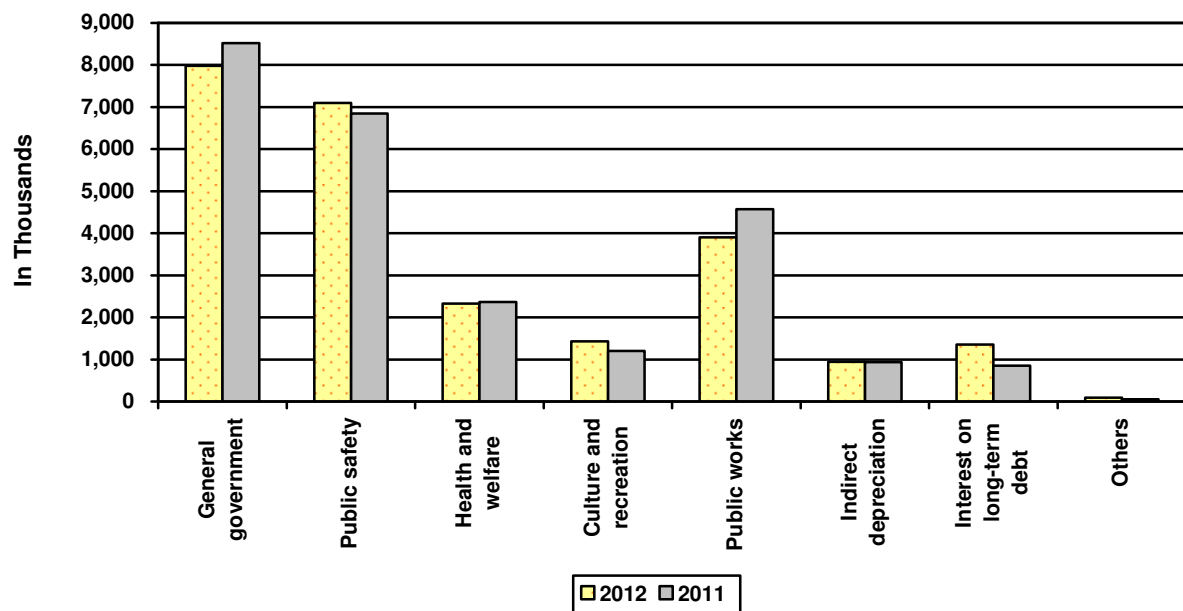
THE COUNTY AS A WHOLE (CONTINUED)

Governmental Activities (continued)

Governmental Activities - Revenues



Governmental Activities - Expenses



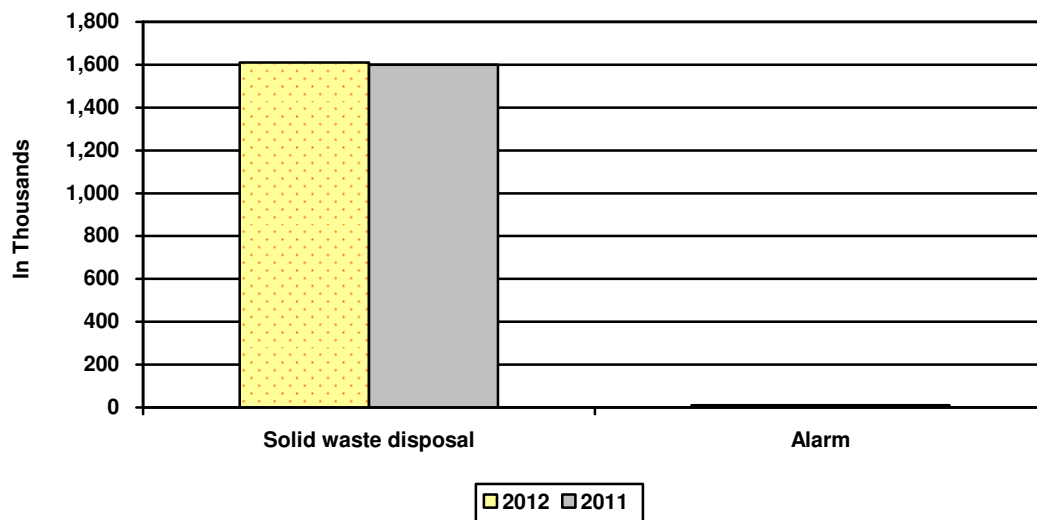
THE COUNTY AS A WHOLE (CONTINUED)

Business-Type Activities

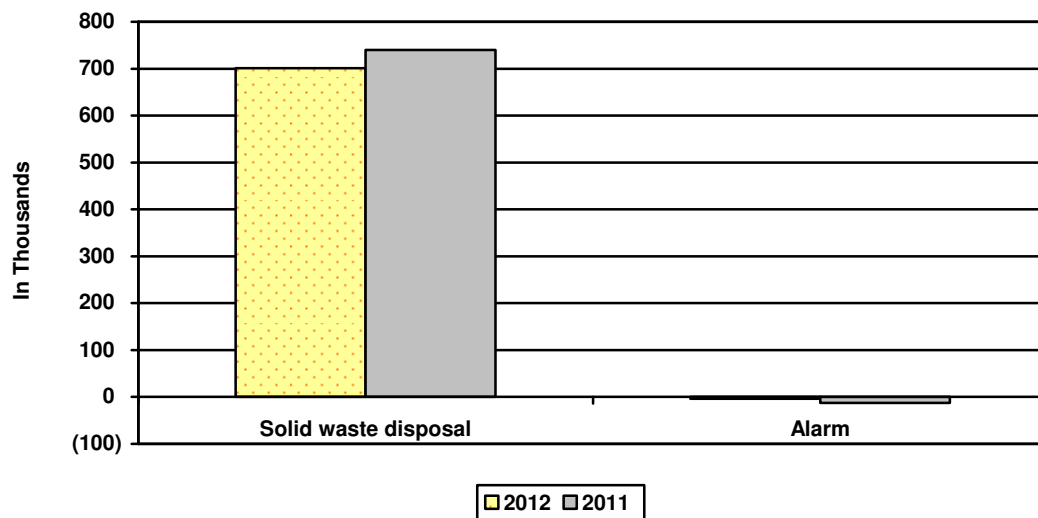
The business-type activities of the County are solid waste disposal and alarm operations. These activities derive most of their revenue from charges for services. Total business-type program revenues were \$1,621,689 compared with \$1,610,494 last year. Expenses were \$945,021 compared with \$914,208.

The charts below compare charges for services and operating income between the business-type activities based on the information included in the government-wide financial statements for the years ending December 31, 2012 and 2011.

Business-Type Activities - Charges for Services



Business-Type Activities - Operating Income

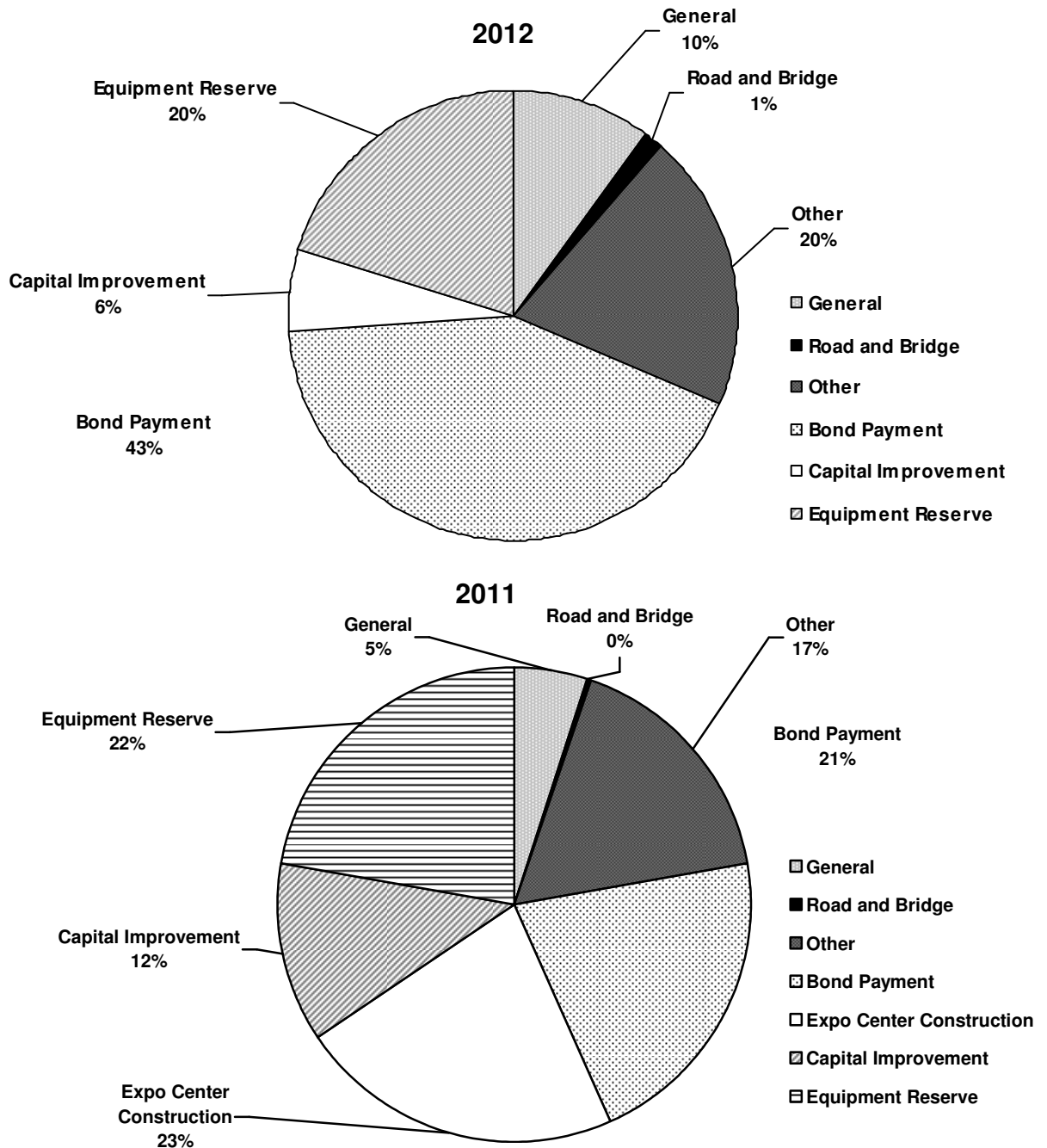


THE COUNTY'S FUND BALANCES

The County's combined fund balances as of the end of the current year for governmental funds were \$17,032,379, as reflected in the Balance Sheet of the Governmental Funds. This balance represents a decrease of \$6,295,087 (26.99%) from last year's ending balance primarily due to the construction expenditures for the Expo center. The revenue bond proceeds of \$9,800,000 were received in the prior year.

A comparison of fund balances as of December 31, 2012 and 2011, based on information included in the fund financial statements, is presented below:

Governmental Fund Balances



THE COUNTY'S FUND BALANCES (CONTINUED)

Following is an analysis of General Fund and Road and Bridge Fund revenue and expenditures compared to the previous year:

Table 3: Comparison to Prior Year

GENERAL FUND

	<u>2012</u>	<u>2011</u>	<u>Increase (decrease)</u>	<u>Percent</u>
Revenue				
Taxes	\$ 10,600,143	\$ 10,666,014	\$ (65,871)	(.62%)
Intergovernmental	46,542	19,701	26,841	136.25%
Charges for services	713,159	612,614	100,545	16.42%
Licenses, fees and permits	1,204,759	595,889	608,870	102.18%
Investment earnings	32,487	52,133	(19,646)	(37.69%)
Miscellaneous	590,335	591,268	(933)	(.16%)
Transfers in	<u>213,293</u>	<u>267,839</u>	<u>(54,546)</u>	<u>(20.37%)</u>
Total revenue	<u>13,400,718</u>	<u>12,805,458</u>	<u>595,260</u>	<u>3.53%</u>
Expenditures				
General government	7,330,096	6,749,469	580,627	8.61%
Public safety	5,214,760	5,132,562	82,198	1.61%
Economic development	40,000	35,750	4,250	11.89%
Health and welfare	170,000	170,000	-	0.00%
Culture and recreation	48,405	45,093	3,312	7.35%
Transfers out	<u>246,826</u>	<u>999,526</u>	<u>(752,700)</u>	<u>(75.31%)</u>
Total expenditures	<u>13,050,087</u>	<u>13,132,400</u>	<u>(82,313)</u>	<u>(.63%)</u>
Increase (decrease) in fund balance	<u>\$ 350,631</u>	<u>\$ (326,942)</u>	<u>\$ 677,573</u>	

ROAD AND BRIDGE FUND

	<u>2012</u>	<u>2011</u>	<u>Increase (decrease)</u>	<u>Percent</u>
Revenue				
Taxes	\$ 1,614,149	\$ 1,749,891	\$ (135,742)	(7.76%)
Intergovernmental	882,770	882,381	389	.05%
Licenses, fees and permits	17,125	-	17,125	100.00%
Charges for services	115,850	171,871	(56,021)	(32.60%)
Miscellaneous	<u>39,600</u>	<u>10,982</u>	<u>28,618</u>	<u>260.59%</u>
Total revenue	<u>2,669,494</u>	<u>2,815,125</u>	<u>(145,631)</u>	<u>(5.18%)</u>
Expenditures				
Public works	2,411,153	2,553,097	(141,944)	(5.56%)
Transfers out	<u>100,000</u>	<u>272,950</u>	<u>(172,950)</u>	<u>(63.37%)</u>
Total expenditures	<u>2,511,153</u>	<u>2,826,047</u>	<u>(314,894)</u>	<u>(11.15%)</u>
Increase (decrease) in fund balance	<u>\$ 158,341</u>	<u>\$ (10,922)</u>	<u>\$ 169,263</u>	

THE COUNTY'S FUND BALANCES (CONTINUED)

General Fund revenues increased approximately \$595,000 from the prior year. This increase included the following:

- Increase of \$594,000 in Register of Deeds mortgage registration fees.

General Fund expenditures decreased approximately \$82,000 from the prior year. This increase included the following:

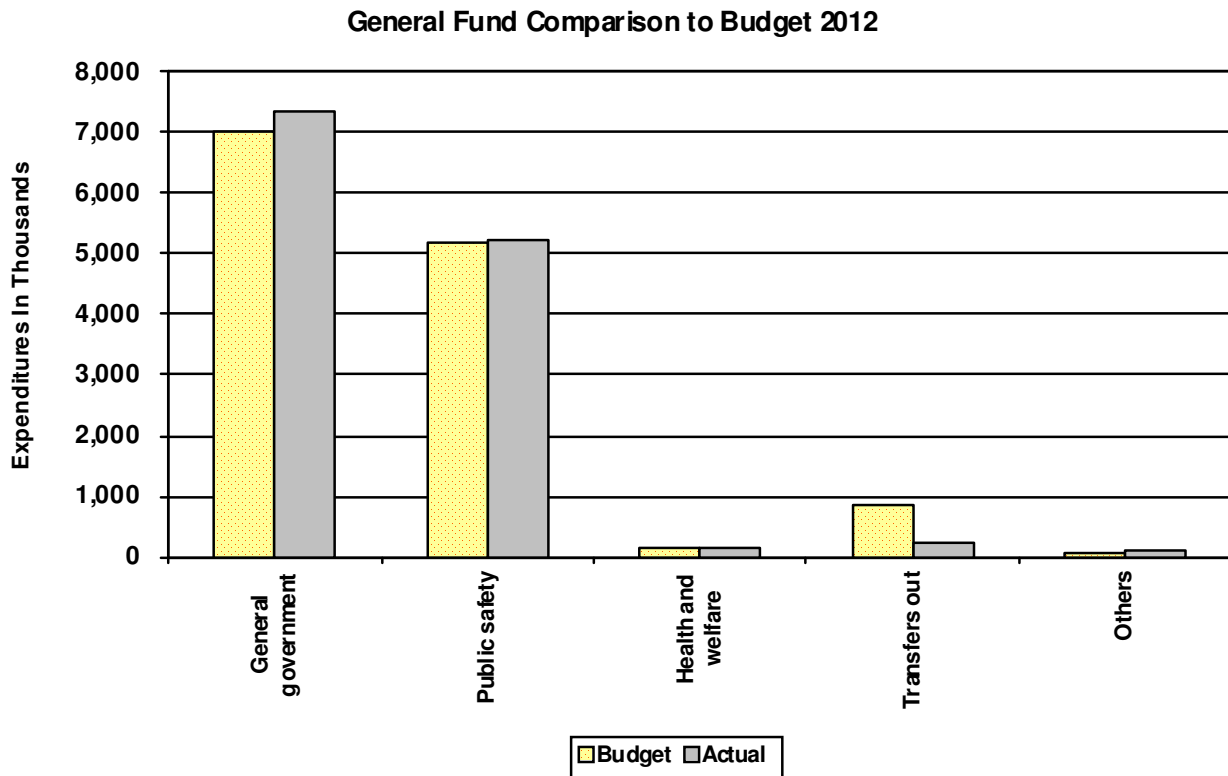
- Increase in general government of \$581,000 was mainly attributable to increases in salaries of \$212,000 and employee benefits of \$301,000;
- Decrease in transfers out of \$752,700 was chiefly caused by decreases in the transfers to Capital Improvement and Equipment Reserve.

Road and Bridge Fund revenues decreased approximately \$146,000 from the prior year. The main component of this change was a decrease in the ad valorem property tax of \$136,000.

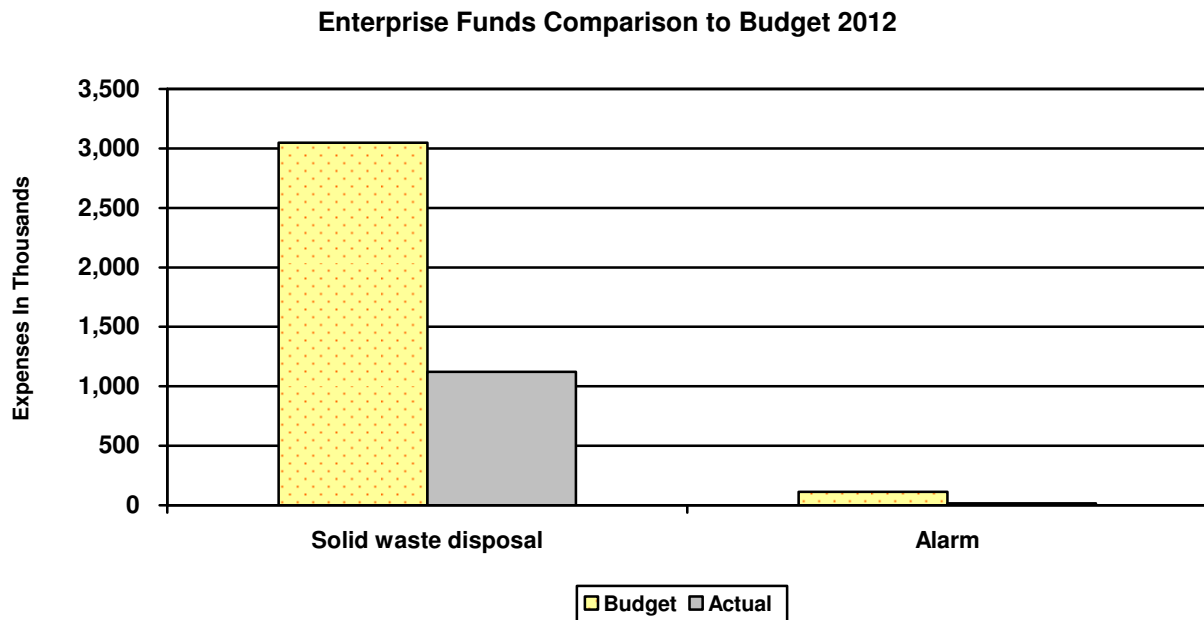
Road and Bridge expenditures decreased approximately \$315,000 from the prior year with expenditures for salaries decreasing \$80,000 and fuel decreasing approximately \$84,000 and a \$173,000 decrease in the transfer to the Special Machinery Reserve fund.

BUDGETARY HIGHLIGHTS

The governmental funds included in the published budget are the General Fund and the following special revenue funds: Road and Bridge, Health, Services for the Elderly, Ambulance, Land Line 911 Tax, Noxious Weed, Noxious Weed Capital Outlay, Hazardous Household Waste, County Fire District, Special Alcohol and Drug, Special Parks and Recreation, and Cellular 911 Tax. Budgeted business-type funds are as follows: Solid Waste Disposal Fund and the Alarm Fund. The Ambulance budget was amended during the current year.



The following chart shows expenditures by category compared with the published budget for the current year.



CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County has invested \$63.3 million in capital assets (net of depreciation). Approximately 98% of this investment is related to governmental activities and includes infrastructure, buildings and equipment. During the current year, major capital additions for governmental activities were the Expo Center of \$6,816,000 and Landfill Phase IV expenditures of \$1,517,000 paid out of the Capital Improvement Fund. Capital assets held by the County at the end of the current and previous years are summarized as follows:

	Capital Assets (Net of Depreciation, in Thousands)					
	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Buildings and improvements	\$ 35,175	\$ 24,530	\$ 242	\$ 249	\$ 35,417	\$ 24,779
Furniture and equipment	2,441	2,209	561	465	3,002	2,674
Vehicles	727	635	33	46	760	681
Land improvements	42	44	483	612	525	656
Infrastructure	21,963	22,591	-	-	21,963	22,591
Construction in progress	1,656	4,908	-	-	1,656	4,908
Totals	\$ 62,004	\$ 54,917	\$ 1,319	\$ 1,372	\$ 63,323	\$ 56,289

Additional information about the County's capital assets is presented in Note E of the financial statements.

Long-Term Liabilities

At the end of the current year, the County had long-term liabilities related to governmental activities of \$17,245,000 in general obligation bonds, and \$9,800,000 in revenue bonds, and \$557,802 in compensated absences.

The total amount of debt related to business-type activities at the end of the current year was \$3,219,079. This includes \$30,522 in compensated absences, \$410,000 in general obligation bonds, and \$2,778,557 in landfill closure and postclosure costs.

The debt position of the County is summarized below and is more fully analyzed in Note G of the financial statements.

	Long-term Obligations (in Thousands)					
	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
General obligation bonds	\$ 17,245	\$ 18,115	\$ 410	\$ 550	\$ 17,655	\$ 18,665
Revenue bonds	9,800	9,800	-	-	9,800	9,800
Compensated absences	558	505	30	30	588	535
Landfill closure	-	-	2,779	2,230	2,779	2,230
Totals	\$ 27,603	\$ 28,420	\$ 3,219	\$ 2,810	\$ 30,822	\$ 31,230

RELEVANT CURRENT ECONOMIC FACTORS, DECISIONS AND CONDITIONS

In 2011, the County formed a Public Building Commission which was charged with the construction and development of the Expo Center. The activity of the Public Building Commission is included as part of the County.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide various interested parties with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Ford County Clerk, 100 Gunsmoke, Dodge City, Kansas 67801. The separately issued financial statements of the Ford County Extension Council, a component unit of the County, may be obtained at the same location.

BASIC FINANCIAL STATEMENTS

FORD COUNTY, KANSAS

STATEMENT OF POSITION

December 31, 2012

	Primary government			Component unit
	Governmental activities	Business-type activities	Total	
ASSETS				
Cash and cash equivalents	\$ 10,354,450	\$ 3,036,124	\$ 13,390,574	\$ 46,562
Property taxes receivable	11,352,457	-	11,352,457	-
Due from other governments	574,020	43,238	617,258	-
Receivables	350,003	104,548	454,551	-
Restricted cash and cash equivalents	7,955,459	-	7,955,459	-
Capital assets, net	62,004,251	1,318,914	63,323,165	22,154
Total assets	92,590,640	4,502,824	97,093,464	68,716
LIABILITIES				
Accounts payable	483,327	49,375	532,702	-
Payroll liabilities	439,099	-	439,099	-
Accrued interest payable	266,877	-	266,877	-
Compensated absences payable	557,802	30,522	588,324	-
Payable from restricted assets:				
Medical claims payable	43,317	-	43,317	-
Noncurrent liabilities:				
Due within one year:				
Capital lease obligations	-	-	-	1,855
General obligation bonds	910,000	140,000	1,050,000	-
Revenue bonds	390,000	-	390,000	-
Due in more than one year:				
Capital lease obligations	-	-	-	7,470
General obligation bonds	16,335,000	270,000	16,605,000	-
Revenue bonds	9,410,000	-	9,410,000	-
Estimated liability for landfill closure and postclosure care	-	2,778,557	2,778,557	-
Total liabilities	28,835,422	3,268,454	32,103,876	9,325
DEFERRED INFLOWS OF RESOURCES				
Property taxes	11,352,457	-	11,352,457	-
NET POSITION				
Invested in capital assets, net of related debt	34,959,251	1,318,914	36,278,165	12,829
Restricted (expendable):				
Debt service	6,956,421	-	6,956,421	-
Grants	314,900	-	314,900	-
Unrestricted	10,172,189	(84,544)	10,087,645	46,562
Total net position	\$ 52,402,761	\$ 1,234,370	\$ 53,637,131	\$ 59,391

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2012

Functions/programs	Expenses	Program revenue		
		Charges for services	Operating grants and contributions	Capital grants and contributions
Primary government:				
Governmental activities:				
General government	\$ 7,679,600	\$ 1,579,468	\$ -	\$ -
Public safety	7,098,501	1,164,585	539,064	52,456
Economic development	40,000	-	-	-
Health and welfare	2,330,493	813,531	400,981	-
Culture and recreation	1,426,885	92,423	2,463	89,916
Public works	3,902,270	444,290	-	-
Sanitation	50,289	455	15,000	-
Indirect depreciation	941,513	-	-	-
Interest on long-term debt	1,356,825	-	-	-
Total governmental activities	24,826,376	4,094,752	957,508	142,372
Business-type activities:				
Alarm	14,864	10,935	-	-
Solid waste disposal	930,157	1,610,754	-	-
Total business-type activities	945,021	1,621,689	-	-
Total primary government	\$ 25,771,397	\$ 5,716,441	\$ 957,508	\$ 142,372
Component unit:				
Ford County Extension Council	\$ 237,478	\$ 11,060	\$ 44,898	\$ -
General revenues:				
Taxes:				
Property taxes, levied for general purposes				
Sales tax				
Franchise taxes				
Expanded lottery tax				
Grants and contributions not restricted to specific programs				
Gain (loss) on sale of assets				
Investment earnings				
Transfers				
Miscellaneous				
Total general revenues				
Change in net position				
Net position - beginning				
Change in accounting estimate				
Net position - ending				

The accompanying notes are an integral part of the basic financial statements.

Changes in net position			
Primary government			
Governmental activities	Business-type activities	Total	Component unit
\$ (6,100,132)	\$ -	\$ (6,100,132)	\$ -
(5,342,396)	-	(5,342,396)	-
(40,000)	-	(40,000)	-
(1,115,981)	-	(1,115,981)	-
(1,242,083)	-	(1,242,083)	-
(3,457,980)	-	(3,457,980)	-
(34,834)	-	(34,834)	-
(941,513)	-	(941,513)	-
(1,356,825)	-	(1,356,825)	-
(19,631,744)	-	(19,631,744)	-
-	(3,929)	(3,929)	-
-	680,597	680,597	-
-	676,668	676,668	-
(19,631,744)	676,668	(18,955,076)	-
-	-	-	(181,520)
12,481,834	-	12,481,834	-
5,621,934	-	5,621,934	-
8,765	-	8,765	-
661,965	-	661,965	-
1,211,879	-	1,211,879	-
107,533	99,200	206,733	-
34,298	6,254	40,552	56
156,000	(325,000)	(169,000)	169,000
774,474	-	774,474	168
21,058,682	(219,546)	20,839,136	169,224
1,426,938	457,122	1,884,060	(12,296)
50,975,823	1,338,759	52,314,582	71,687
-	(561,511)	(561,511)	-
\$ 52,402,761	\$ 1,234,370	\$ 53,637,131	\$ 59,391

FORD COUNTY, KANSAS

BALANCE SHEET - GOVERNMENTAL FUNDS

December 31, 2012

	<u>General</u>	<u>Road and bridge</u>	<u>Capital improvement</u>
<u>ASSETS</u>			
Cash	\$ 1,843,196	\$ 258,646	\$ 1,302,431
Property taxes receivable	7,828,569	1,602,606	-
Due from other governments	182,779	-	-
Due from other funds	18,540	-	-
Other receivables	-	-	-
Restricted cash	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 9,873,084</u>	<u>\$ 1,861,252</u>	<u>\$ 1,302,431</u>
<u>LIABILITIES, DEFERRED INLFOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Due to other funds	\$ -	\$ -	\$ -
Accounts payable	57,441	4,311	324,769
Payroll liabilities	292,498	30,676	-
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>349,939</u>	<u>34,987</u>	<u>324,769</u>
Deferred inflows of resources:			
Property taxes	7,828,569	1,602,606	-
Ambulance fees	-	-	-
Revolving loans	-	-	-
	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	<u>7,828,569</u>	<u>1,602,606</u>	<u>-</u>
Fund balances:			
Restricted:			
Debt service	-	-	-
Grants	-	-	-
Committed:			
Projects	-	-	-
Assigned:			
Capital expenditures	-	-	977,662
Health and welfare	-	-	-
Other purposes	-	205,044	-
Designated for subsequent year's expenditures	1,155,210	18,615	-
Unassigned	539,366	-	-
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>1,694,576</u>	<u>223,659</u>	<u>977,662</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 9,873,084</u>	<u>\$ 1,861,252</u>	<u>\$ 1,302,431</u>

The accompanying notes are an integral part of the basic financial statements.

Equipment reserve	Expo center construction	Bond payment	Other governmental funds	Total governmental funds
\$ 3,465,169	\$ -	\$ -	\$ 3,485,008	\$ 10,354,450
-	-	-	1,921,282	11,352,457
-	-	285,948	105,293	574,020
-	-	-	-	18,540
-	-	-	350,003	350,003
-	-	6,937,350	88,985	7,026,335
<u>\$ 3,465,169</u>	<u>\$ -</u>	<u>\$ 7,223,298</u>	<u>\$ 5,950,571</u>	<u>\$ 29,675,805</u>
\$ -	\$ -	\$ -	\$ 18,540	\$ 18,540
-	-	-	96,806	483,327
-	-	-	115,925	439,099
<u>-</u>	<u>-</u>	<u>-</u>	<u>231,271</u>	<u>940,966</u>
-	-	-	1,921,282	11,352,457
-	-	-	110,544	110,544
-	-	-	239,459	239,459
<u>-</u>	<u>-</u>	<u>-</u>	<u>2,271,285</u>	<u>11,702,460</u>
-	-	7,223,298	-	7,223,298
-	-	-	314,900	314,900
-	-	-	194,278	194,278
3,465,169	-	-	232,656	4,675,487
-	-	-	125,783	125,783
-	-	-	1,254,657	1,459,701
-	-	-	1,352,780	2,526,605
-	-	-	(27,039)	512,327
<u>3,465,169</u>	<u>-</u>	<u>7,223,298</u>	<u>3,448,015</u>	<u>17,032,379</u>
<u>\$ 3,465,169</u>	<u>\$ -</u>	<u>\$ 7,223,298</u>	<u>\$ 5,950,571</u>	<u>\$ 29,675,805</u>

FORD COUNTY, KANSAS

RECONCILIATION OF THE BALANCE SHEET OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

December 31, 2012

Total fund balances on the balance sheet	\$17,032,379
Amounts reported for governmental activities in the statement of net position are different because of the following:	
Accounts and other receivables from governmental activities are not financial resources and therefore are reported in the funds as deferred inflows of resources.	350,003
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	62,004,251
Accrued interest payable is not required to be accrued in the fund financial statement.	(266,877)
Compensated absences are not due and payable in the current period and therefore are not reported in the funds.	(557,802)
Long-term liabilities, including capitalized leases, are not due and payable in the current period and therefore are not reported in the funds.	(27,045,000)
Internal service funds are used by management to charge the costs of certain activities, such as health insurance costs, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	<u>885,807</u>
Net position of governmental activities	<u><u>\$52,402,761</u></u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended December 31, 2012

	<u>General</u>	<u>Road and bridge</u>	<u>Capital improvement</u>
Revenue:			
Intergovernmental	\$ 46,542	\$ 882,770	\$ -
Licenses, fees and permits	1,204,759	17,125	-
Charges for services	713,159	115,850	-
Fines and forfeitures	-	-	-
Property taxes	8,737,198	1,614,149	-
Sales tax	1,192,215	-	-
Franchise taxes	8,765	-	-
Expanded lottery tax	661,965	-	-
Investment earnings	32,487	-	-
Miscellaneous	590,335	39,600	-
	<u>13,187,425</u>	<u>2,669,494</u>	<u>-</u>
Total revenue			
Expenditures:			
General government	7,330,096	-	-
Public safety	5,214,760	-	21,637
Economic development	40,000	-	-
Health and welfare	170,000	-	26,147
Culture and recreation	48,405	-	793,243
Public works	-	2,411,153	1,655,150
Sanitation	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
	<u>12,803,261</u>	<u>2,411,153</u>	<u>2,496,177</u>
Total expenditures			
Excess (deficiency) of revenue over expenditures	<u>384,164</u>	<u>258,341</u>	<u>(2,496,177)</u>
Other financing sources (uses):			
Transfers in	213,293	-	252,826
Transfers out	(246,826)	(100,000)	-
	<u>(33,533)</u>	<u>(100,000)</u>	<u>252,826</u>
Total other financing sources and uses			
Net change in fund balances	350,631	158,341	(2,243,351)
Fund balances, beginning of year	<u>1,343,945</u>	<u>65,318</u>	<u>3,221,013</u>
Fund balances, end of year	<u>\$ 1,694,576</u>	<u>\$ 223,659</u>	<u>\$ 977,662</u>

The accompanying notes are an integral part of the basic financial statements.

Equipment reserve	Expo center construction	Bond payment	Other governmental funds	Total governmental funds
\$ -	\$ -	\$ -	\$ 1,271,699	\$ 2,201,011
-	-	-	430,115	1,651,999
-	-	-	1,579,177	2,408,186
-	-	-	14,197	14,197
-	-	-	2,130,487	12,481,834
-	-	3,237,575	1,192,144	5,621,934
-	-	-	-	8,765
-	-	-	-	661,965
-	-	1,483	328	34,298
50,692	-	-	474,170	1,154,797
50,692	-	3,239,058	7,092,317	26,238,986
148,484	-	-	284,451	7,763,031
81,805	-	-	1,416,391	6,734,593
-	-	-	-	40,000
-	-	-	2,107,838	2,303,985
-	5,937,477	-	1,382,468	8,161,593
1,367	-	-	1,608,964	5,676,634
-	-	-	50,289	50,289
-	-	870,000	-	870,000
-	-	807,381	282,567	1,089,948
231,656	5,937,477	1,677,381	7,132,968	32,690,073
(180,964)	(5,937,477)	1,561,677	(40,651)	(6,451,087)
300,000	-	-	434,624	1,200,743
-	-	-	(697,917)	(1,044,743)
300,000	-	-	(263,293)	156,000
119,036	(5,937,477)	1,561,677	(303,944)	(6,295,087)
3,346,133	5,937,477	5,661,621	3,751,959	23,327,466
\$ 3,465,169	\$ -	\$ 7,223,298	\$ 3,448,015	\$ 17,032,379

FORD COUNTY, KANSAS

RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2012

Net change in fund balances, total governmental funds	\$(6,295,087)
Amounts reported for governmental activities in the statement of activities are different because of the following:	
Governmental funds recognize receivables and related revenue when they become measurable and available. Available is defined as expected to be collected within sixty days of year-end. In the statement of net assets, receivables are accrued when earned. This is the amount of the change in net receivables in the current year.	(30,155)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense and losses in the current year.	7,087,508
Long-term liabilities provide current financial resources to governmental funds, but entering into debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which debt payments exceeded proceeds in the current year.	870,000
Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. This is the change in these liabilities in the current year.	(52,854)
Accrued interest reported in the statement of activities does not require the use of current financial resources and therefore is not reported as an expenditure in the governmental funds. This is the change in this liability in the current year.	(266,877)
Internal service funds are used by management to charge the costs of certain activities, such as health insurance costs, to individual funds. The net revenue (expense) of the internal service funds is reported with the governmental activities.	<u>114,403</u>
Change in net position of governmental activities	<u><u>\$ 1,426,938</u></u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

BALANCE SHEET - BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS

December 31, 2012

	Alarm	Solid waste disposal	Total	Governmental activities County shared health plan
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	\$ 107,897	\$ 2,928,227	\$ 3,036,124	\$ -
Receivables	-	104,548	104,548	-
Due from other governments	-	43,238	43,238	-
Total current assets	107,897	3,076,013	3,183,910	-
Noncurrent assets:				
Restricted cash and cash equivalents	-	-	-	929,124
Capital assets:				
Buildings and equipment	-	3,710,358	3,710,358	-
Less accumulated depreciation	-	(2,391,444)	(2,391,444)	-
Total noncurrent assets	-	1,318,914	1,318,914	929,124
Total assets	<u>\$ 107,897</u>	<u>\$ 4,394,927</u>	<u>\$ 4,502,824</u>	<u>\$ 929,124</u>
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	\$ -	\$ 49,375	\$ 49,375	\$ -
Current portion of GO bonds	-	140,000	140,000	-
Payable from restricted assets:				
Medical claims payable	-	-	-	43,317
Total current liabilities	-	189,375	189,375	43,317
Noncurrent liabilities:				
GO bonds payable	-	270,000	270,000	-
Compensated absences payable	-	30,522	30,522	-
Estimated liability for landfill closure and postclosure care	-	2,778,557	2,778,557	-
Total noncurrent liabilities	-	3,079,079	3,079,079	-
Total liabilities	-	3,268,454	3,268,454	43,317
<u>NET POSITION</u>				
Invested in capital assets, net of related debt	-	1,318,914	1,318,914	-
Unrestricted	107,897	(192,441)	(84,544)	885,807
Total net position	107,897	1,126,473	1,234,370	885,807
Total liabilities and net position	<u>\$ 107,897</u>	<u>\$ 4,394,927</u>	<u>\$ 4,502,824</u>	<u>\$ 929,124</u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION - BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS

For the Year Ended December 31, 2012

	Alarm	Solid waste disposal	Total	Governmental activities <u>County shared health plan</u>
Operating revenue:				
Charges for services	\$ 10,935	\$ 1,610,754	\$ 1,621,689	\$ 1,782,974
Operating expenses:				
Personal services	-	243,948	243,948	-
Commodities	4,448	181,202	185,650	-
Contractual services	2,546	172,261	174,807	1,669,187
Capital outlay	7,870	10,152	18,022	-
Depreciation	-	302,579	302,579	-
Total operating expenses	14,864	910,142	925,006	1,669,187
Operating income	(3,929)	700,612	696,683	113,787
Nonoperating revenue (expense):				
Gain (loss) on sale of assets	-	99,200	99,200	-
Interest and investment revenue	-	6,254	6,254	616
Interest expense	-	(20,015)	(20,015)	-
Transfers out	-	(325,000)	(325,000)	-
Total nonoperating revenue (expense)	-	(239,561)	(239,561)	616
Change in net position	(3,929)	461,051	457,122	114,403
Total net position beginning of year	111,826	1,226,933	1,338,759	771,404
Change in accounting estimate	-	(561,511)	(561,511)	-
Total net position end of year	<u>\$ 107,897</u>	<u>\$ 1,126,473</u>	<u>\$ 1,234,370</u>	<u>\$ 885,807</u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

STATEMENT OF CASH FLOWS - BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS

For the Year Ended December 31, 2012

	Alarm	Solid waste disposal	Total	Governmental activities <u>County shared health plan</u>
Cash flows from operating activities:				
Receipts from customers	\$ 10,935	\$ 1,646,396	\$ 1,657,331	\$ 1,782,974
Payments for goods and services	(14,864)	(335,864)	(350,728)	(1,625,870)
Payments to employees	-	(243,533)	(243,533)	-
	<u>(3,929)</u>	<u>1,066,999</u>	<u>1,063,070</u>	<u>157,104</u>
Net cash provided (used) by operating activities				
Cash flows from noncapital financing activities:				
Operating subsidies to other funds	-	(325,000)	(325,000)	-
Payment of postclosure expenses	-	(13,075)	(13,075)	-
	<u>-</u>	<u>(338,075)</u>	<u>(338,075)</u>	<u>-</u>
Net cash used by noncapital financing activities				
Cash flows from capital and related financing activities:				
Sale of capital assets	-	99,200	99,200	-
Purchases of capital assets	-	(249,147)	(249,147)	-
Principal paid on capital debt	-	(140,000)	(140,000)	-
Interest paid on capital debt	-	(20,015)	(20,015)	-
	<u>-</u>	<u>(309,962)</u>	<u>(309,962)</u>	<u>-</u>
Net cash used by capital and related financing activities				
Cash flows from investing activities:				
Interest and investment income	-	6,254	6,254	616
	<u>-</u>	<u>6,254</u>	<u>6,254</u>	<u>616</u>
Net change in cash and cash equivalents	(3,929)	425,216	421,287	157,720
Balances, beginning of year	111,826	2,503,011	2,614,837	771,404
Balances, end of year	<u>\$ 107,897</u>	<u>\$ 2,928,227</u>	<u>\$ 3,036,124</u>	<u>\$ 929,124</u>

FORD COUNTY, KANSAS

STATEMENT OF CASH FLOWS - BUSINESS-TYPE ACTIVITIES (CONTINUED) ENTERPRISE FUNDS

For the Year Ended December 31, 2012

	<u>Alarm</u>	<u>Solid waste disposal</u>	<u>Total</u>	<u>Governmental activities County shared health plan</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ (3,929)	\$ 700,612	\$ 696,683	\$ 113,787
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense	-	302,579	302,579	-
Change in:				
Receivables	-	35,642	35,642	-
liabilities:				
Accounts and other payables	-	28,166	28,166	43,317
Net cash provided by operating activities	<u>\$ (3,929)</u>	<u>\$ 1,066,999</u>	<u>\$ 1,063,070</u>	<u>\$ 157,104</u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

STATEMENT OF FIDUCIARY NET ASSETS AGENCY FUNDS

December 31, 2012

ASSETS

Cash and cash equivalents	\$ 28,200,422
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LIABILITIES

Accounts payable	\$ 52,089
Due to state	39,232
Due to other governments and other funds	27,852,822
Due to others	256,279
Total liabilities	\$ 28,200,422

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

BUDGETARY COMPARISON STATEMENT GENERAL FUND

For the Year Ended December 31, 2012

	Budgeted amounts		Actual amounts	Variance with
	Original	Final	(budgetary basis)	final budget
				positive
				(negative)
Budgetary fund balance, beginning of year	\$ 1,149,999	\$ 1,149,999	\$ 1,098,426	\$ (51,573)
Resources (inflows):				
Intergovernmental	18,000	18,000	46,542	28,542
Licenses, fees and permits	485,500	485,500	1,204,759	719,259
Charges for services	613,013	613,013	784,549	171,536
Property taxes	8,656,932	8,656,932	8,737,198	80,266
Sales tax	1,045,000	1,045,000	1,183,565	138,565
Franchise taxes	8,000	8,000	8,765	765
Expanded lottery tax	600,000	600,000	661,965	61,965
Interest received	100,000	100,000	32,487	(67,513)
Miscellaneous	557,000	557,000	590,335	33,335
Transfers in	85,000	85,000	213,293	128,293
Amounts available for appropriation	13,318,444	13,318,444	14,561,884	1,243,440
Charges to appropriations (outflows):				
General government	7,000,831	7,000,831	7,330,096	(329,265)
Public safety	5,193,613	5,193,613	5,214,760	(21,147)
Economic development	40,000	40,000	40,000	-
Health and welfare	170,000	170,000	170,000	-
Culture and recreation	45,000	45,000	48,405	(3,405)
Transfers out	869,000	869,000	246,826	622,174
Total charges to appropriations	13,318,444	13,318,444	13,050,087	268,357
Budgetary fund balance, end of year	\$ -	\$ -	\$ 1,511,797	\$ 1,511,797

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

BUDGETARY COMPARISON STATEMENT ROAD AND BRIDGE FUND

For the Year Ended December 31, 2012

	Budgeted amounts		Actual amounts	Variance with
	Original	Final	(budgetary basis)	final budget
				positive
				(negative)
Budgetary fund balance, beginning of year	\$ 202,050	\$ 202,050	\$ 65,318	\$ (136,732)
Resources (inflows):				
Intergovernmental	978,519	978,519	882,770	(95,749)
Licenses, fees and permits	-	-	17,125	17,125
Charges for services	235,000	235,000	115,850	(119,150)
Property taxes	1,624,687	1,624,687	1,614,149	(10,538)
Miscellaneous	-	-	39,600	39,600
Amounts available for appropriation	3,040,256	3,040,256	2,734,812	(305,444)
Charges to appropriations (outflows):				
Public works	2,850,256	2,850,256	2,411,153	439,103
Transfers out	190,000	190,000	100,000	90,000
Total charges to appropriations	3,040,256	3,040,256	2,511,153	529,103
Budgetary fund balance, end of year	\$ -	\$ -	\$ 223,659	\$ 223,659

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

BUDGETARY COMPARISON STATEMENT BUDGET TO GAAP RECONCILIATION

For the Year Ended December 31, 2012

	<u>General</u>	<u>Road and bridge</u>
Sources/inflows of resources:		
Actual amounts available for appropriation from the budgetary comparison schedule	\$ 14,561,884	\$ 2,734,812
Differences, budget to GAAP:		
The fund balance at the beginning of the year is a budgetary resource, but is not a current-year revenue for financial reporting purposes	(1,098,426)	(65,318)
Current year sales tax and other receivable amounts are not a budgetary resource, but they are revenues for financial reporting purposes	182,779	-
Prior year sales tax and other receivable amounts are not a budgetary resource, but they are revenues for financial reporting purposes	(245,519)	-
Transfers from other funds are inflows of budgetary resources, but are not revenues for financial reporting purposes	(213,293)	-
	<u>\$ 13,187,425</u>	<u>\$ 2,669,494</u>
Total revenue as reported on the statement of revenue, expenditures, and changes in fund balances, governmental funds		
	<u>\$ 13,187,425</u>	<u>\$ 2,669,494</u>
Uses/outflows of resources:		
Actual amounts of charges to appropriations from the budgetary comparison schedule	\$ 13,050,087	\$ 2,511,153
Differences, budget to GAAP:		
Transfers to other funds are outflows of budgetary resources, but they are not expenditures for financial reporting purposes	(246,826)	(100,000)
	<u>\$ 12,803,261</u>	<u>\$ 2,411,153</u>
Total expenditures as reported on the statement of revenue, expenditures, and changes in fund balances, governmental funds		
	<u>\$ 12,803,261</u>	<u>\$ 2,411,153</u>

The accompanying notes are an integral part of the basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

FORD COUNTY KANSAS

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2012

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ford County, Kansas, was incorporated in 1873, under the laws of the State of Kansas and is governed by an elected three-member commission. The County's major services include assessment and collection of property taxes, election administration, public protection, health care, road and transportation, and recreation.

The County's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989, (when applicable) that do not conflict with or contradict GASB pronouncements. Although the County has the option to apply FASB pronouncements issued after that date to its business-type activities, the County has chosen not to do so. The more significant accounting policies established in GAAP and used by the County are discussed below.

1. Financial reporting entity

These financial statements present Ford County, Kansas, (the primary government) and its component unit, the Ford County Extension Council. As defined by GASB Statement No. 14 and clarified by GASB Statement No. 39, component units are legally separate entities that are included in the County's reporting entity because of the significance of their operating or financial relationships with the County. The information of the Extension Council is discretely presented in the government-wide financial statements of the County.

The Ford County Extension Council provides services in such areas as agriculture, home economics, and 4-H club, to all persons in the County. The Council has an elected nine-member executive board. The County annually provides significant operating subsidies to the Council. Separate financial statements for the Ford County Extension Council may be obtained by contacting the Ford County Clerk.

Public Building Commission (blended component unit): The Commission was authorized by Resolution No. 2011-26, pursuant to K.S.A 12-1757 *et. seq.*, and all amendments thereto, and as amended, supplemented and limited by the Resolution establishing the composition thereof and purposes for which established. For financial reporting, the financial activities of the Public Building Commission are accounted for within a non-budgeted special revenue fund.

2. Basic financial statements – government-wide statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The County's general government, public safety, economic development, health and welfare, culture and recreation, public works, education and sanitation functions are classified as governmental activities. The County's solid waste disposal and alarm operations are classified as business-type activities.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basic financial statements – government-wide statements (continued)

In the government-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position is reported in three parts: invested in capital assets, net of related debt; restricted net position; and unrestricted net position. Restricted net position includes those restricted for projects and debt service. It is the County's policy to utilize restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's governmental functions and business-type activities. The functions are also supported by general government revenues (property taxes and certain intergovernmental revenues). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the governmental function or business-type activity. Governmental charges for services include charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment. Business-type charges (operating revenue) include solid waste disposal charges and alarm fees. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. All internal activity has been eliminated.

The net costs (by governmental function or business-type activity) are normally covered by general government revenues such as sales and property taxes, intergovernmental revenues, and interest income.

The County does not allocate indirect costs. The direct costs of General Fund services provided such as finance, personnel, purchasing, legal, technology management, etc. are included in the governmental functions categories.

This government-wide focus is on the sustainability of the County as an entity and the change in the County's net position resulting from the current year's activities.

3. Basic financial statements – fund financial statements

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following funds are used by the County:

a. Governmental Funds:

The focus of the governmental funds' measurement in the fund statements is upon determination of financial position and changes in financial position (sources, uses, and balances of current financial resources) rather than upon net income. The following is a description of the governmental funds of the County.

General fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Basic financial statements – fund financial statements (continued)

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt service funds are established for the purpose of accumulating resources for the payment of interest and principal on long-term debt other than that payable from enterprise funds.

Capital projects funds are used to account for major capital expenditures not financed by enterprise funds.

b. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the County.

Enterprise funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. Operating revenues include charges for services; non-operating revenues include investment income, operating grants and contributions.

Internal service funds are used to account for the financing of goods or services provided by an activity to other departments or funds of the County on a cost-reimbursement basis.

c. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County programs. The reporting focus is on net position and changes in net position and these funds are reported using accounting principles similar to proprietary funds.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth the minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The County may electively add funds as major funds. Major governmental funds are the General, Road and Bridge, Expo Center Construction and Bond Payment Funds. The major business-type fund is the Solid Waste Disposal Fund. The County has also presented the Capital Improvement, Equipment Reserve and Alarm Fund as major funds even though they do not meet the above criteria.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Basic financial statements – fund financial statements (continued)

The County's fiduciary funds are presented in the fiduciary fund financial statements by type: agency funds. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. Agency funds are the fee offices, tax collection accounts, local taxing districts and others.

4. Measurement focus and basis of accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
- c. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Measurement focus and basis of accounting (continued)

Basis of Accounting (continued)

In the fund financial statements, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The County considers revenues to be available if they are expected to be collected within 60 days of the end of the year.

Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

5. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is used in the governmental funds. For budgetary purposes, appropriations lapse at fiscal year-end, except for the portion related to encumbered amounts. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitment will be honored during the subsequent year.

6. Budgetary control

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds and enterprise funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of budget for the succeeding fiscal year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. Adoption of final budget on or before August 25th.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. Budgetary control (continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The budget was amended for the following fund:

<u>Fund</u>	<u>Original budget</u>	<u>Amended budget</u>
Ambulance	\$ 941,519	\$ 1,041,519

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for the General Fund and major special revenue funds showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for state and federal grant funds, donation funds, reserve funds, capital projects funds, internal service funds, permanent funds, fiduciary funds and the following special revenue funds:

DARE	Administrative Check Charges
Federal Law Enforcement Trust	Diversion
Special Prosecutor's Trust	Concealed Weapons
Special Law Enforcement Trust	Court Trustee Operations
County Shared Health Plan	Registered Offenders
Sales Tax Project	ROD Technology
CP fund	Heritage Trust Fees
Community Projects Windfarm	Prosecutor Training and Assistance
Santa Fe Trails Solid Waste	Special Auto
Expo Center Events	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

7. Pension plan

Substantially all full-time employees are members of the State of Kansas Public Employees' Retirement System (KPERs) or the State of Kansas Police and Fire Retirement System (KP&F), both of which are cost-sharing multiple-employer state-wide defined benefit pension plans. The County's policy is to fund all pension costs accrued; such costs to be funded are determined annually by the system's actuary.

8. Section 125 plan

The County offers a Section 125 flexible benefit plan to employees electing to participate. It is used for health insurance premiums, other medical costs, and child care costs. The plan is administered by the County.

9. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

10. Financial statement amounts

a. Pooled cash

To facilitate better management of the County's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are distributed to the appropriate funds. Cash includes all demand and savings accounts and certificates of deposit of the County.

b. Investments and restricted cash

Investments consist of time deposits, certificates of deposit, and the State Municipal Investment Pool. The investment pool is administered by a board consisting of the State Treasurer and four additional members appointed by the Governor of the State of Kansas. Investments are reported at fair value (which is the same as cost) in the statement of net position. Unrealized gains and losses, if any, are included in the change in net position.

Debt service funds, based on certain bond covenants, are required to establish and maintain a prescribed amount of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt. These amounts are restricted cash. Cash in the capital project funds, the Sales Tax Project fund, and the County Shared Health Plan fund is restricted for the corresponding purpose.

c. Cash and cash equivalents

The County has defined cash and cash equivalents to include cash on hand, demand deposits, and all highly liquid investments, including restricted assets, with a maturity of three months or less when purchased.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Financial statement amounts (continued)

d. Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales tax, grants, loans and ambulance fees. Business-type activities report accounts receivable for user fees. An allowance for doubtful receivables is not considered necessary because receivables are written off when they become uncollectible.

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. The County Treasurer is the tax collection agent for all taxing entities within the County. The County Appraiser's Office annually determines assessed valuation and the County Clerk allocates the annual assessment to the taxing units. Taxes are levied by November 1, and a lien for all taxes attaches on that same date until the taxes are paid. One-half of the property taxes is due December 20 and the second half is due May 10. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operations of the County. Accruals of uncollected current year property taxes have been deferred and are not reflected in revenue.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amounts thereof are not material in relation to the financial statements taken as a whole.

In applying GASB Statement No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as nonoperating revenue.

e. Capital assets

Capital assets, including property, plant, equipment and infrastructure assets such as roads and bridges are reported in applicable governmental or business-type activities columns in the government-wide financial statements. Buildings and infrastructure assets with initial, individual costs that exceed \$50,000 and estimated useful lives extending beyond a single reporting period are recorded as capital assets. Equipment is capitalized when its initial cost exceeds \$5,000 and its useful life extends beyond a single reporting period. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Financial statement amounts (continued)

e. Capital assets (continued)

Depreciation on all capital assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	10 - 50 years
Roads and bridges	50 years
Office furniture and equipment	3 - 10 years

f. Compensated absences

The County's vacation policy permits employees to accumulate and carry over up to 16 hours of vacation. Upon termination or resignation from service, employees are entitled to payment for all accrued vacation earned prior to termination or resignation. All full-time employees earn sick leave at the rate of eight hours per month. Upon termination or resignation employees are entitled to payment for a portion of their accrued sick leave based upon years of employment.

g. Early retirement

Full-time employees may voluntarily elect to retire early. Qualifying employees must have at least ten years of service with the County, must meet the KPERs or KP&F Early Retirement Qualification, and must not be more than 64 years of age. The annual rate of retirement compensation is twelve percent of the last annual salary. Benefits will end after five years or when the retiree reaches age 65, whichever occurs first. The net present value of this obligation, if material, is included in the government-wide financial statements.

h. Deferred outflows of resources

In addition to assets, the statement of position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

i. Deferred inflows of resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to the future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has nonexchange revenue transactions where a receivable has been recorded because property taxes were levied, but the resources cannot be used until a future period.

On the modified accrual basis of accounting, the County has recorded ambulance fees receivable and revolving loan receivables where the related revenue will not be collected within 60 days of year-end. Unavailable revenues have been reported as deferred inflows of resources on the governmental fund balance sheet.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Financial statement amounts (continued)

j. Government-wide and proprietary fund net position

Government-wide and proprietary fund net position is divided into three components:

- a. Invested in capital assets, net of related debt – consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
- b. Restricted net position – consist of net position that are restricted by creditors, by state enabling legislation, by grantors, and by other contributors.
- c. Unrestricted net position – all other net position are reported under this category.

k. Governmental fund balances

In the governmental fund financial statements, fund balances are classified as follows:

- a. Nonspendable – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – Amounts that can be spent only for specific purposes due to County resolutions, state or federal laws, or externally imposed conditions by grantors and creditors.
- c. Committed – Amounts that can be used only for specific purposes determined by a formal action by County Commissioners resolution.
- d. Assigned – Amounts that are designated by the County Commissioners or management for a particular purpose but are not spendable until there is formal approval.
- e. Unassigned – All amounts not included in other spendable classifications.

l. Interfund activity

Interfund activity is reported as loans, reimbursements, or transfers. Loans are reported as interfund receivables and payables and are subject to elimination upon consolidation. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. Most other interfund transactions are treated as transfers. Transfers among governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements. The purpose of these transfers is to provide operating resources to the recipient fund.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

11. Other post employment benefits

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements, because it is not considered material.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County makes health care benefits available to eligible former employees and eligible dependents. The American Recovery and Reinvestment Act of 2009 (ARRA), as amended, provides for premium reductions for health benefits under COBRA. Eligible individuals pay only 35 percent of their COBRA premiums and the remaining 65 percent is reimbursed to the coverage provider through a tax credit. Certain requirements are outlined by the federal government for this coverage and credit. There is no cost to the County under this program.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration to the Director of Accounts and Reports, Kansas Department of Administration, and interpretation by the legal representatives of the County.

The cash basis law as provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. Federal law, which requires that grantee funds be spent before federal reimbursement is requested, takes precedence over state law. The following funds have fund deficits at December 31, 2012, but the VOCA 12/13 Grant and Violence Against Women Act are not in violation of Kansas statutes:

<u>Fund</u>	<u>Amount</u>
Santa Fe Trails Solid Waste Authority	\$ 1,295
VOCA 12/13 Grant	12,595
Violence Against Women Act	13,149
Stray Animal	40

The budget law provided by K.S.A. 79-2935 prohibits the expenditure of funds in excess of that allowed by the budget. Budgeted and actual expenditures for the year ended December 31, 2012, are as follows:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General	\$ 13,318,444	\$ 13,050,087	\$ 268,357
Bond and Interest	1,695,000	1,677,381	17,619
Road and Bridge	3,040,256	2,511,153	529,103
Health	1,176,755	563,829	612,926
Services for the Elderly	192,049	192,000	49
Ambulance	1,041,519	1,034,689	6,830
Land Line 911 Tax	200,000	76,674	123,326
Noxious Weed	798,919	713,895	85,024
Noxious Weed Capital Outlay	300,000	89,252	210,748
Hazardous Household Waste	25,361	25,051	310
County Fire District	603,443	590,406	13,037
Special Alcohol and Drug	24,000	-	24,000
Special Parks and Recreation	6,792	-	6,792
Cellular 911 Tax	160,000	157,818	2,182
Alarm	114,481	14,865	99,616
Solid Waste Disposal	3,047,965	1,122,081	1,925,884

C. DEPOSITS AND INVESTMENTS

Policies. The County has a formal deposit and investment policy in accordance with applicable state laws. K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds to have a main or branch bank in the county, or in an adjoining county if such institution has been designated as an official depository, and the bank to provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the County's deposits in financial institutions to be entirely covered by federal depository insurance, by a corporate surety bond, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. Additionally, K.S.A. 10-131(a)(6) authorizes the County to invest proceeds of bonds in obligations of the Federal National Mortgage Association, Federal Home Loan Banks, or the Federal Home Loan Mortgage Corporation. State statutes place no limit on the amount the County may invest in any one issuer.

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. At year-end the carrying amount of the County's deposits, including certificates of deposit, was \$15,908,461. The bank balance was \$16,060,100. Of the bank balance, \$5,523,526 was covered by FDIC insurance and \$10,536,574 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the County's name.

Investments. At December 31, 2012, the County had invested \$33,637,575 in the Kansas Municipal Investment Pool. Standard & Poor's credit quality rating for the Kansas Municipal Investment Portfolio held by the County at December 31, 2012 was AA+/-S1+. The Municipal Investment Pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers. Separately issued financial statements of the Kansas Municipal Investment Pool may be obtained from the Pooled Money Investment Board, 900 S.W. Jackson, Suite 209, Topeka, Kansas 66612-1220.

D. ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2012 consist of the following:

	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Total</u>
Ambulance fees	\$ 110,544	\$ -	\$ 110,544
Loans receivable	239,459	-	239,459
Solid waste fees	<u>-</u>	<u>104,548</u>	<u>104,548</u>
Receivables	<u>\$ 350,003</u>	<u>\$ 104,548</u>	<u>\$ 454,551</u>

E. CAPITAL ASSETS

	Primary government			
	Beginning balance	Increases	Decreases	Ending balance
Governmental activities:				
Buildings and improvements	\$39,875,565	\$11,332,962	\$ -	\$ 51,208,527
Furniture and equipment	7,487,263	732,593	319,637	7,900,219
Vehicles	4,517,079	402,766	380,925	4,538,920
Land improvements	51,732	-	-	51,732
Infrastructure	46,762,469	313,168	-	47,075,637
Land and right-of-ways	911,161	-	-	911,161
Construction in progress	<u>4,907,621</u>	<u>8,379,916</u>	<u>11,631,960</u>	<u>1,655,577</u>
Total capital assets at historical cost	<u>104,512,890</u>	<u>21,161,405</u>	<u>12,332,522</u>	<u>113,341,773</u>
Less accumulated depreciation for:				
Buildings and improvements	15,346,033	686,088	-	16,032,121
Furniture and equipment	5,277,976	404,175	222,445	5,459,706
Vehicles	3,882,020	296,920	366,600	3,812,340
Land improvements	7,565	1,724	-	9,289
Infrastructure	<u>25,082,553</u>	<u>941,513</u>	<u>-</u>	<u>26,024,066</u>
Total accumulated depreciation	<u>49,596,147</u>	<u>2,330,420</u>	<u>589,045</u>	<u>51,337,522</u>
Governmental activities capital assets, net	<u>\$54,916,743</u>	<u>\$18,830,985</u>	<u>\$11,743,477</u>	<u>\$ 62,004,251</u>
Business-type activities:				
Buildings and improvements	\$ 366,340	\$ -	\$ -	\$ 366,340
Furniture and equipment	1,811,353	249,147	95,456	1,965,044
Land improvements	1,278,365	-	-	1,278,365
Vehicles	<u>110,859</u>	<u>-</u>	<u>10,250</u>	<u>100,609</u>
Total capital assets at historical cost	<u>3,566,917</u>	<u>249,147</u>	<u>105,706</u>	<u>3,710,358</u>
Less accumulated depreciation for:				
Buildings and improvements	117,229	7,327	-	124,556
Furniture and equipment	1,345,836	153,429	95,456	1,403,809
Land improvements	666,511	128,811	-	795,322
Vehicles	<u>64,995</u>	<u>13,012</u>	<u>10,250</u>	<u>67,757</u>
Total accumulated depreciation	<u>2,194,571</u>	<u>302,579</u>	<u>105,706</u>	<u>2,391,444</u>
Business-type activities capital assets, net	<u>\$ 1,372,346</u>	<u>\$ (53,432)</u>	<u>\$ -</u>	<u>\$ 1,318,914</u>

Depreciation expense is not charged on land and right-of-ways or construction in progress. Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 52,871
Public safety	797,513
Health and welfare	81,061
Culture and recreation	101,353
Public works	356,109
Indirect depreciation	<u>941,513</u>
Total governmental activities	<u>\$ 2,330,420</u>
Business-type activities:	
Solid waste disposal	<u>\$ 302,579</u>

F. LOANS RECEIVABLE

In 2006, the County issued a \$192,500 revolving loan to a local company from funds paid in retirement of original Community Development Block Grant revolving loans. The loan at 6.0% is to be repaid over a period of ten years. At December 31, 2012 the loan balance was \$92,675.

In 2009, the County issued a \$175,000 revolving loan to a local company from funds paid in retirement of original Community Development Block Grant revolving loans. The loan at 6.0% is to be repaid over a period of ten years. At December 31, 2012 the loan balance was \$121,261.

In 2011, the County issued a \$30,000 revolving loan to a local company from funds paid in retirement of original Community Development Block Grant revolving loans. The loan at 6.0% is to be repaid over a period of seven years. At December 31, 2012 the loan balance was \$25,523.

G. LONG-TERM LIABILITIES

The County's long-term liabilities are segregated between amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

Governmental activities

As of December 31, 2012, the long-term liabilities payable from governmental fund resources consisted of the following general obligation and revenue bonds:

General Obligation Sales Tax Bonds were issued for the County Jail on May 1, 2008, in the original amount of \$20,225,000. Interest rates are 4.00% to 5.00% and the bonds will mature in 2026. The principal balance at December 31, 2012 is \$17,245,000. Interest expense for the year ended December 31, 2012 was \$1,062,008.

Ford County Public Building Commission Revenue Bonds were issued for the Expo Center on December 29, 2011 in the original amount of \$9,800,000. The initial interest rate is 3.00% and is adjustable on July 1, 2016, 2021 and 2026 not to exceed an additional 4.00% over the life of the bonds and not to exceed 1.50% on each adjustment date. The bonds will mature in 2031. The principal balance at December 31, 2012 is \$9,800,000. Interest expense for the year ended December 31, 2012 was \$294,817.

Business-type activities

As of December 31, 2012, the long-term liabilities payable from proprietary fund resources consisted of the following general obligation bonds:

General Obligation Refuse Disposal Bonds were issued July 1, 2002, in the original amount of \$1,930,000. Interest rates are 3.00% to 4.30% and the bonds will mature in 2015. The principal balance at December 31, 2012 is \$410,000. Interest expense for the year ended December 31, 2012 was \$20,015.

G. LONG-TERM LIABILITIES (CONTINUED)

The following is a summary of changes in long-term liabilities for the year ended December 31, 2012:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Net reductions</u>	<u>Ending balance</u>
Governmental activities:				
General obligation bonds	\$ 18,115,000	\$ -	\$ 870,000	\$ 17,245,000
Revenue bonds	9,800,000	-	-	9,800,000
Compensated absences payable	<u>504,948</u>	<u>52,854</u>	<u>-</u>	<u>557,802</u>
	<u>\$28,419,948</u>	<u>\$ 52,854</u>	<u>\$ 870,000</u>	<u>\$27,602,802</u>
Business-type activities:				
General obligation bonds	\$ 550,000	\$ -	\$ 140,000	\$ 410,000
Compensated absences payable	30,107	415	-	30,522
Landfill closure and postclosure costs	<u>2,230,121</u>	<u>548,436</u>	<u>-</u>	<u>2,778,557</u>
	<u>\$ 2,810,228</u>	<u>\$ 548,851</u>	<u>\$ 140,000</u>	<u>\$ 3,219,079</u>

Annual debt service requirements to maturity for general obligation bonds follow:

Governmental activities

<u>Year ended December 31,</u>	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 1,300,000	\$ 1,054,956	\$ 2,354,956
2014	1,350,000	997,681	2,347,681
2015	1,410,000	938,106	2,348,106
2016	1,465,000	875,831	2,340,831
2017	1,525,000	810,931	2,335,931
2018-2022	8,610,000	3,152,695	11,762,695
2023-2027	8,845,000	1,310,957	10,155,957
2028-2031	<u>2,540,000</u>	<u>174,600</u>	<u>2,714,600</u>
Total	<u>\$27,045,000</u>	<u>\$ 9,315,757</u>	<u>\$ 36,360,757</u>

Business-type activities

<u>Year ended December 31,</u>	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 140,000	\$ 14,345	\$ 154,345
2014	135,000	8,640	143,640
2015	<u>135,000</u>	<u>2,902</u>	<u>137,902</u>
Total	<u>\$ 410,000</u>	<u>\$ 25,887</u>	<u>\$ 435,887</u>

H. INTERFUND RECEIVABLES AND PAYABLES

Interfund balances are used when one fund has an obligation to transfer funds to another. The following is a summary of interfund receivables and payables at December 31, 2012:

<u>Amount</u>	<u>Due to</u>	<u>Due from</u>
\$ 9,499	General Fund	VOCA 12/13 Grant
<u>9,041</u>	General Fund	Violence Against Women
<u>\$ 18,540</u>		

The General Fund made advances to grant funds that operate on a reimbursement basis that will be repaid when the reimbursement is received.

I. INTERFUND TRANSFERS

During the course of normal operations, the County has numerous transactions between funds including expenditures and transfers of resources to provide services, construct assets and service debt. The governmental and proprietary funds financial statements generally reflect such transactions as transfers.

Interfund transfers are made for operating purposes or to transfer residual equity balances.

A summary of interfund transfers for 2012 is as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Statutory authority</u>
Transfers:			
General	Capital Improvement	\$ 2,826	K.S.A. 19-120
General	Expo Center Events	75,000	Resolution
Road and bridge	Special machinery	100,000	K.S.A. 68-141g
Health	Capital Improvement	250,000	K.S.A. 19-120
SFTCC 11/12 Grant	SFTCC 12/13 Grant	76,138	Grant agreement
LEPP 10/11 Grant	LEPP 11/12 Grant	5,229	Grant agreement
Cellular 911 Tax	Land Line 911 Tax	153,256	Residual equity
Enhanced 911 Tax	Cellular 911 Tax	1	Residual equity
Solid Waste Disposal	Equipment Reserve	300,000	K.S.A. 19-119
Solid Waste Disposal	HH Waste Program	25,000	K.S.A. 63-3405
Diversions	General	13,000	Resolution
Special Auto	General	<u>200,293</u>	K.S.A. 8-145
		<u>\$1,200,743</u>	

The transfer to the component unit follows:

General	Extension Council	<u>\$ 169,000</u>	K.S.A. 2-610
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J. DEFINED BENEFIT PENSION PLAN

Plan description. Ford County, Kansas contributes to the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are cost-sharing multiple-employer defined benefit pension plans as provided by K.S.A. 74-4901, *et seq.* KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue publicly available financial reports that include financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603-3869) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate. K.S.A. 74-4975 establishes KP&F member-employee contribution rate. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established for the year, 2012 is 8.34%. The County's employer contributions to KPERS for the years ending December 31, 2012, 2011, and 2010 were \$540,301, \$490,533, and \$433,510, respectively, equal to the required contributions for each year. The KP&F employer rate established for fiscal years commencing in calendar year 2012 is 16.54%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The County's contributions to KP&F for the years ending December 31, 2012, 2011, and 2010 were \$429,030, \$348,029, and \$286,781, respectively, equal to the required contributions for each year.

K. LANDFILL CLOSURE AND POSTCLOSURE COSTS

State and federal laws and regulations require the County to place a final cover on its two landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the sites for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as a change in long-term debt in each period based on landfill capacity used as of each financial statement date.

The old landfill discontinued operations in 1996. The amount of estimated postclosure costs is \$312,587 at December 31, 2012. The new landfill began operation in October of 1996. The total landfill closure and postclosure care liability of \$2,465,970, reported at December 31, 2012, is based on the use of 63.66% of the estimated capacity of the landfill. The County will recognize the remaining estimated liability for closure and postclosure care of \$2,773,993 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2012. The County estimates the life of the landfill to be approximately ten years. Actual costs may be higher or lower due to inflation or deflation and changes in technology or in regulations.

The County is meeting the financial assurance requirements through the Local Government Financial Test. This test involves four components: financial, public notice, record keeping and reporting, and calculation of costs to be assured. The County has satisfied all four requirements.

L. RISK MANAGEMENT

Risk management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The County participates in public entity risk pools to cover property, liability and worker's compensation claims. The County purchases commercial insurance to cover the medical needs of employees. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

Public entity risk pools

The County is a member of the Kansas County Association Multi-Line Pool (KCAMP), a group funded pool for property, liability, crime and surety coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for counties. The County pays an annual contribution to the Pool as determined by the nine-member Board of Trustees. It is not possible to estimate the maximum contributions which could be required. KCAMP covers claims up to \$250,000 for property, \$300,000 for liability and \$150,000 for crime. Excess reinsurance provides aggregate coverage up to \$65,003,973 for property and \$1,700,000 for liability. Except for required contributions, no member can be held responsible for any claims made against any other member.

L. RISK MANAGEMENT (CONTINUED)

Public entity risk pools (continued)

The County is a member of the Kansas Workers Risk Cooperative for Counties (KWORCC), a group funded pool for workers compensation coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Cooperative as determined by the seven-member Board of Trustees based upon experience modification factors, payroll audits and any other bases the Board considers appropriate. It is not possible to estimate the maximum contributions which could be required. KWORCC covers claims up to \$600,000 each and excess reinsurance provides maximum coverage up to \$1,000,000 for each person/incident and aggregate excess coverage up to a maximum of \$5,000,000. Except for required contributions, no member can be held responsible for any claims made against any other member.

Medical self-insurance

Effective January 1, 2012, the County began a self-funded health insurance plan. The County currently reports all of its medical self-insurance activities in the County Shared Health Plan Fund. The self-insurance program is handled by an outside administrator who determines claims to be paid by the County. A stop loss insurance policy is purchased by the County to cover claims above \$40,000 per employee. Liability for unpaid claims is estimated based upon fiscal year claims paid after year-end. Changes in the claims liability for the current year is as follows:

	<u>Beginning of year liability</u>	<u>Claims and changes in estimates</u>	<u>Claim payments</u>	<u>End of year liability</u>
FY 2012	\$ -	\$ 1,276,582	\$ 1,233,265	\$ 43,317

M. CONTINGENCIES

The County receives financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims would not have a material effect on any of the financial statements of the County at December 31, 2012.

N. SEGMENT INFORMATION

The County has two enterprise funds. The Solid Waste Disposal Fund operates the County's landfill service. The Alarm Fund provides an alarm service for businesses within the County. Financial information for each enterprise fund is presented in the Balance Sheet, the Statement of Revenue, Expenses and Changes in Fund Net Position, and the Statement of Cash Flows for proprietary funds.

O. CONDUIT DEBT OBLIGATIONS

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County nor the State, or any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2012, there was one series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$3,700,000.

P. JOINT VENTURES

On January 1, 1993, Ford County, Kansas, entered into a joint venture with the City of Dodge City, Kansas, for the operation of a communications center. By joint resolution the Dodge City/Ford County Emergency Communications Board was created to operate the Dodge City/Ford County Communications Department. The Board consists of equal membership of County and City personnel. The department provides emergency communications for County and City agencies and is physically located in the Ford County Government Center. The budgeted operating expenditures are shared equally by the two governments. The terms of the original arrangement were revised on March 3, 2008, but the center continues to operate in the same manner.

In 1994, the County entered into a joint venture with six adjacent counties to undertake a household hazardous waste collection program within the counties. By joint resolution, a regional Household Hazardous Waste Collection Program was established. The purpose of the program is to provide safe, effective and efficient disposition of household hazardous waste generated within the party counties through equipment and facilities owned, operated, maintained or otherwise available to the parties for such purposes. The undertaking is financed by a grant from the Kansas Department of Health and Environment and by contributions by the parties in cash and in-kind. The joint venture is administered by the Ford County Public Works Department.

On July 21, 1997, Ford County, Kansas entered into a joint venture with the City of Dodge City, Kansas, for the construction and operation of certain public projects. On June 10, 1997, the voters of Ford County and of Dodge City approved a one-half percent city-wide and a one-half percent county-wide retailer's sales tax to finance these projects. The projects include but are not limited to the following: air-conditioning at the Civic Center building; an outdoor motor sports complex; field sport facilities, including a baseball/softball complex and additional soccer facilities and renovation of existing facilities; and a special events center.

P. JOINT VENTURES (CONTINUED)

A Project Review and Advisory Committee was established to oversee the projects. The Committee consisted of three members appointed by the Ford County Commission, three members appointed by the City of Dodge City Commission and the chairperson of the Board of Directors of the Dodge City/Ford County Development Corporation or his designee. All City sales tax revenues are deposited into the Sales Tax Fund. County sales tax revenues which are designated for Ford County and the City of Dodge City are transferred to the City and deposited into the same fund. All expenditures from the Sales Tax Project Fund are subject to approval of the City Commission. All real estate acquired for the projects is titled to the City. County sales tax revenues which are designated for other cities within the County are paid to those cities by the State of Kansas for their use.

The interlocal agreement was amended on August 10, 2005. The amendment created the Community Facilities Advisory Board (CFAB) to serve as the project review and advisory committee. There are to be seven members on the Board: one County Commissioner, one City Commissioner, four at-large members and the Chairperson of the Board of Directors of the Dodge City/Ford County Development Corporation or his designee.

Q. CHANGE IN ACCOUNTING PRINCIPLE

During the year, the County adopted GASB Statement No. 65, *Items Previously Recognized as Assets and Liabilities*. The objective of this statement is to establish standards that reclassify certain items that were previously reported as assets and liabilities and instead report them as deferred inflows of resources, deferred outflows of resources, or as outflows of resources. As a result of implementing this statement, the following assets and liabilities have been reclassified:

<u>Item</u>	<u>New Classification</u>	<u>Amount</u>
Property tax billed, but levied for the next year's budget (previously reported as a liability)	Deferred inflow of resources	\$11,352,457
Ambulance fees recorded as receivables in governmental funds not collected within 60 days of year end (previously reported as a liability)	Deferred inflow of resources	110,544
Revolving loans recorded as receivables in governmental funds not collected within 60 days of year end (previously reported as a liability)	Deferred inflow of resources	239,459

R. RELATED PARTY TRANSACTIONS

A Victory Electric Cooperative employee is a County Commissioner. The County entered into a contract with Victory Electric Cooperative for electrical work at the Expo Center. Total payments under the contract totaled \$458,667.

S. SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 9, 2013 the date on which the financial statements were available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed in these financial statements.

SUPPLEMENTARY INFORMATION

COMBINING STATEMENTS

FORD COUNTY, KANSAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2012

	Special revenue funds	Debt service fund Expo center lease	Total nonmajor governmental funds
<u>ASSETS</u>			
Cash	\$ 3,485,008	\$ -	\$ 3,485,008
Property taxes receivable	1,921,282	-	1,921,282
Due from other governments	105,293	-	105,293
Other receivables	350,003	-	350,003
Restricted cash	88,985	-	88,985
Total assets	<u>\$ 5,950,571</u>	<u>\$ -</u>	<u>\$ 5,950,571</u>
<u>LIABILITIES, DEFERRED INLFOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Due to other funds	\$ 18,540	\$ -	\$ 18,540
Accounts payable	96,806	-	96,806
Payroll liabilities	115,925	-	115,925
Total liabilities	<u>231,271</u>	<u>-</u>	<u>231,271</u>
Deferred inflows of resources:			
Property taxes	1,921,282	-	1,921,282
Ambulance fees	110,544	-	110,544
Revolving loans	239,459	-	239,459
Total deferred inflows of resources	<u>2,271,285</u>	<u>-</u>	<u>2,271,285</u>
Fund balances:			
Restricted:			
Grants	314,900	-	314,900
Committed:			
Projects	194,278	-	194,278
Assigned:			
Capital expenditures	232,656	-	232,656
Health and welfare	125,783	-	125,783
Other purposes	1,254,657	-	1,254,657
Designated for subsequent year's expenditures	1,352,780	-	1,352,780
Unassigned	(27,039)	-	(27,039)
Total fund balances	<u>3,448,015</u>	<u>-</u>	<u>3,448,015</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 5,950,571</u>	<u>\$ -</u>	<u>\$ 5,950,571</u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

December 31, 2012

	Special bridge	Health	Services for the elderly	Ambulance
<u>ASSETS</u>				
Cash	\$ 109,839	\$ 640,651	\$ 5,216	\$ 65,663
Property taxes receivable	290,358	187,078	191,852	307,576
Due from other governments	-	-	-	-
Other receivables	-	-	-	110,544
Restricted cash	-	-	-	-
Total assets	<u>\$ 400,197</u>	<u>\$ 827,729</u>	<u>\$ 197,068</u>	<u>\$ 483,783</u>
<u>LIABILITIES, DEFERRED INLFWOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	5,683	-	5,766
Payroll liabilities	3,933	21,332	-	59,897
Total liabilities	<u>3,933</u>	<u>27,015</u>	<u>-</u>	<u>65,663</u>
Deferred inflows of resources:				
Property taxes	290,358	187,078	191,852	307,576
Ambulance fees	-	-	-	110,544
Revolving loans	-	-	-	-
Total deferred inflows of resources	<u>290,358</u>	<u>187,078</u>	<u>191,852</u>	<u>418,120</u>
Fund balances:				
Restricted:				
Grants	-	-	-	-
Committed:				
Projects	-	-	-	-
Assigned:				
Capital expenditures	-	-	-	-
Health and welfare	-	125,783	-	-
Other purposes	-	-	-	-
Designated for subsequent year's expenditures	105,906	487,853	5,216	-
Unassigned	-	-	-	-
Total fund balances	<u>105,906</u>	<u>613,636</u>	<u>5,216</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 400,197</u>	<u>\$ 827,729</u>	<u>\$ 197,068</u>	<u>\$ 483,783</u>

Land line 911 tax	Kansas 911 tax act SB 50	Cellular 911 tax	Noxious weed	Noxious weed capital outlay	Hazardous household waste
\$ 469,282	\$ 94,758	\$ -	\$ 446,932	\$ 370,668	\$ 404
-	-	-	393,917	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 469,282</u>	<u>\$ 94,758</u>	<u>\$ -</u>	<u>\$ 840,849</u>	<u>\$ 370,668</u>	<u>\$ 404</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,734	-	576	69,640	-
-	-	-	6,634	-	-
<u>-</u>	<u>1,734</u>	<u>-</u>	<u>7,210</u>	<u>69,640</u>	<u>-</u>
-	-	-	393,917	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>393,917</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
226,807	93,024	-	264,391	-	404
242,475	-	-	175,331	301,028	-
-	-	-	-	-	-
<u>469,282</u>	<u>93,024</u>	<u>-</u>	<u>439,722</u>	<u>301,028</u>	<u>404</u>
<u>\$ 469,282</u>	<u>\$ 94,758</u>	<u>\$ -</u>	<u>\$ 840,849</u>	<u>\$ 370,668</u>	<u>\$ 404</u>

FORD COUNTY, KANSAS

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

December 31, 2012

	County fire district	Special alcohol and drug	Special parks and recreation	Special machinery reserve
<u>ASSETS</u>				
Cash	\$ 18,381	\$ 15,108	\$ 5,594	\$ 213,661
Property taxes receivable	550,501	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Restricted cash	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 568,882</u>	<u>\$ 15,108</u>	<u>\$ 5,594</u>	<u>\$ 213,661</u>
<u>LIABILITIES, DEFERRED INLFOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Accounts payable	257	-	-	-
Payroll liabilities	3,855	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>4,112</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	550,501	-	-	-
Ambulance fees	-	-	-	-
Revolving loans	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	<u>550,501</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Restricted:				
Grants	-	-	-	-
Committed:				
Projects	-	-	-	-
Assigned:				
Capital expenditures	-	-	-	213,661
Health and welfare	-	-	-	-
Other purposes	-	-	-	-
Designated for subsequent year's expenditures	14,269	15,108	5,594	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>14,269</u>	<u>15,108</u>	<u>5,594</u>	<u>213,661</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 568,882</u>	<u>\$ 15,108</u>	<u>\$ 5,594</u>	<u>\$ 213,661</u>

DARE	Santa Fe Trail Community Corrections 11/12	Santa Fe Trail Community Corrections 12/13	Flood mitigation assistance grant	LEPP 10/11 grant	LEPP 11/12 grant
\$ 3,846	\$ -	\$ 78,038	\$ 2,226	\$ -	\$ 623
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 3,846</u>	<u>\$ -</u>	<u>\$ 78,038</u>	<u>\$ 2,226</u>	<u>\$ -</u>	<u>\$ 623</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	13,070	-	-	-
<u>-</u>	<u>-</u>	<u>13,070</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	13,070	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	64,968	2,226	-	623
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,846	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,846</u>	<u>-</u>	<u>64,968</u>	<u>2,226</u>	<u>-</u>	<u>623</u>
<u>\$ 3,846</u>	<u>\$ -</u>	<u>\$ 78,038</u>	<u>\$ 2,226</u>	<u>\$ -</u>	<u>\$ 623</u>

FORD COUNTY, KANSAS

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

December 31, 2012

	"COPS" technology grant	Federal law enforcement trust	Special prosecutor's trust	Special law enforcement trust
<u>ASSETS</u>				
Cash	\$ -	\$ 17,205	\$ 11,083	\$ 84,947
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Restricted cash	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ -</u>	<u>\$ 17,205</u>	<u>\$ 11,083</u>	<u>\$ 84,947</u>
<u>LIABILITIES, DEFERRED INLFOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	1,471
Payroll liabilities	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,471</u>
Deferred inflows of resources:				
Property taxes	-	-	-	-
Ambulance fees	-	-	-	-
Revolving loans	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Restricted:				
Grants	-	-	-	-
Committed:				
Projects	-	-	-	-
Assigned:				
Capital expenditures	-	-	-	-
Health and welfare	-	-	-	-
Other purposes	-	17,205	11,083	83,476
Designated for subsequent year's expenditures	-	-	-	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>-</u>	<u>17,205</u>	<u>11,083</u>	<u>83,476</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -</u>	<u>\$ 17,205</u>	<u>\$ 11,083</u>	<u>\$ 84,947</u>

Sales tax project	County plates	Local emergency planning grants	Community projects wind farm	Special ambulance capital outlay
\$ -	\$ 182	\$ 2,477	\$ 60,750	\$ 1,903
-	-	-	-	-
105,293	-	-	-	-
-	-	-	-	-
88,985	-	-	-	-
<u>\$ 194,278</u>	<u>\$ 182</u>	<u>\$ 2,477</u>	<u>\$ 60,750</u>	<u>\$ 1,903</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	2,477	-	-
194,278	-	-	-	-
-	-	-	-	1,903
-	-	-	-	-
-	182	-	60,750	-
-	-	-	-	-
-	-	-	-	-
<u>194,278</u>	<u>182</u>	<u>2,477</u>	<u>60,750</u>	<u>1,903</u>
<u>\$ 194,278</u>	<u>\$ 182</u>	<u>\$ 2,477</u>	<u>\$ 60,750</u>	<u>\$ 1,903</u>

FORD COUNTY, KANSAS

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

December 31, 2012

	Special highway improvement	Santa Fe Trails Solid Waste Authority	Community resilience innovation	Fire district equipment reserve
<u>ASSETS</u>				
Cash	\$ 17,092	\$ 10,384	\$ 3,596	\$ 54,002
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Restricted cash	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 17,092</u>	<u>\$ 10,384</u>	<u>\$ 3,596</u>	<u>\$ 54,002</u>
<u>LIABILITIES, DEFERRED INLFOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	11,679	-	-
Payroll liabilities	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<hr/> -	<hr/> 11,679	<hr/> -	<hr/> -
Deferred inflows of resources:				
Property taxes	-	-	-	-
Ambulance fees	-	-	-	-
Revolving loans	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	<hr/> -	<hr/> -	<hr/> -	<hr/> -
Fund balances:				
Restricted:				
Grants	-	-	-	-
Committed:				
Projects	-	-	-	-
Assigned:				
Capital expenditures	17,092	-	-	-
Health and welfare	-	-	-	-
Other purposes	-	-	3,596	54,002
Designated for subsequent year's expenditures	-	-	-	-
Unassigned	-	(1,295)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>17,092</u>	<u>(1,295)</u>	<u>3,596</u>	<u>54,002</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 17,092</u>	<u>\$ 10,384</u>	<u>\$ 3,596</u>	<u>\$ 54,002</u>

Expo center events	Administrative check charges	Diversion	Emergency shelter grant	State and federal grants	VOCA 12/13 grant
\$ 67,495	\$ 412	\$ 1,661	\$ -	\$ 244,606	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	239,459	-
-	-	-	-	-	-
<u>\$ 67,495</u>	<u>\$ 412</u>	<u>\$ 1,661</u>	<u>\$ -</u>	<u>\$ 484,065</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,499
-	-	-	-	-	-
-	-	-	-	-	3,096
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,595</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	239,459	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>239,459</u>	<u>-</u>
-	-	-	-	244,606	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
67,495	412	1,661	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(12,595)
<u>67,495</u>	<u>412</u>	<u>1,661</u>	<u>-</u>	<u>244,606</u>	<u>(12,595)</u>
<u>\$ 67,495</u>	<u>\$ 412</u>	<u>\$ 1,661</u>	<u>\$ -</u>	<u>\$ 484,065</u>	<u>\$ -</u>

FORD COUNTY, KANSAS

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

December 31, 2012

	Violence against women act	Concealed weapons	VOCA 11/12 grant	Court trustee operations
<u>ASSETS</u>				
Cash	\$ -	\$ 12,058	\$ -	\$ 225,646
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Restricted cash	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ -</u>	<u>\$ 12,058</u>	<u>\$ -</u>	<u>\$ 225,646</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>				
Liabilities:				
Due to other funds	\$ 9,041	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-
Payroll liabilities	4,108	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>13,149</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	-	-	-	-
Ambulance fees	-	-	-	-
Revolving loans	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Restricted:				
Grants	-	-	-	-
Committed:				
Projects	-	-	-	-
Assigned:				
Capital expenditures	-	-	-	-
Health and welfare	-	-	-	-
Other purposes	-	12,058	-	225,646
Designated for subsequent year's expenditures	-	-	-	-
Unassigned	(13,149)	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>(13,149)</u>	<u>12,058</u>	<u>-</u>	<u>225,646</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -</u>	<u>\$ 12,058</u>	<u>\$ -</u>	<u>\$ 225,646</u>

Registered offenders	Register of Deeds technology	Heritage trust fees	Prosecutor training and assistance	Special auto	Total nonmajor special revenue funds
\$ 17,277	\$ 64,368	\$ 3,247	\$ 1,632	\$ 42,095	\$ 3,485,008
-	-	-	-	-	1,921,282
-	-	-	-	-	105,293
-	-	-	-	-	350,003
-	-	-	-	-	88,985
<u>\$ 17,277</u>	<u>\$ 64,368</u>	<u>\$ 3,247</u>	<u>\$ 1,632</u>	<u>\$ 42,095</u>	<u>\$ 5,950,571</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,540
-	-	-	-	-	96,806
-	-	-	-	-	115,925
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>231,271</u>
-	-	-	-	-	1,921,282
-	-	-	-	-	110,544
-	-	-	-	-	239,459
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,271,285</u>
-	-	-	-	-	314,900
-	-	-	-	-	194,278
-	-	-	-	-	232,656
-	-	-	-	-	125,783
17,277	64,368	3,247	1,632	42,095	1,254,657
-	-	-	-	-	1,352,780
-	-	-	-	-	(27,039)
<u>17,277</u>	<u>64,368</u>	<u>3,247</u>	<u>1,632</u>	<u>42,095</u>	<u>3,448,015</u>
<u>\$ 17,277</u>	<u>\$ 64,368</u>	<u>\$ 3,247</u>	<u>\$ 1,632</u>	<u>\$ 42,095</u>	<u>\$ 5,950,571</u>

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2012

	Special revenue funds	Debt service fund <u>Expo center lease</u>	Total nonmajor governmental funds
Revenue:			
Intergovernmental	\$ 989,132	\$ 282,567	\$ 1,271,699
Licenses, fees and permits	430,115	-	430,115
Charges for services	1,579,177	-	1,579,177
Fines and forfeitures	14,197	-	14,197
Property taxes	2,130,487	-	2,130,487
Sales tax	1,192,144	-	1,192,144
Investment earnings	328	-	328
Miscellaneous	474,170	-	474,170
	<u>6,809,750</u>	<u>282,567</u>	<u>7,092,317</u>
Total revenue			
Expenditures:			
General government	284,451	-	284,451
Public safety	1,416,391	-	1,416,391
Health and welfare	2,107,838	-	2,107,838
Culture and recreation	1,382,468	-	1,382,468
Public works	1,608,964	-	1,608,964
Sanitation	50,289	-	50,289
Debt service:			
Interest	-	282,567	282,567
	<u>6,850,401</u>	<u>282,567</u>	<u>7,132,968</u>
Total expenditures			
Excess (deficiency) of revenue over expenditures	<u>(40,651)</u>	<u>-</u>	<u>(40,651)</u>
Other financing sources (uses):			
Transfers in	434,624	-	434,624
Transfers out	(697,917)	-	(697,917)
	<u>(263,293)</u>	<u>-</u>	<u>(263,293)</u>
Total other financing sources and uses			
Net change in fund balances	(303,944)	-	(303,944)
Fund balances, beginning of year	3,751,959	-	3,751,959
Fund balances, end of year	<u>\$ 3,448,015</u>	<u>\$ -</u>	<u>\$ 3,448,015</u>

The accompanying notes are an integral part of the basic financial statements.

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2012

	Special bridge	Health	Services for the elderly	Ambulance
Revenue:				
Intergovernmental	\$ -	\$ 396,770	\$ -	\$ -
Licenses, fees and permits	-	-	-	-
Charges for services	-	285,816	-	507,345
Fines and forfeitures	-	-	-	-
Property taxes	232,917	314,353	178,670	388,696
Sales tax	-	-	-	-
Investment earnings	-	-	-	-
Miscellaneous	-	72	-	1,663
	<u>232,917</u>	<u>997,011</u>	<u>178,670</u>	<u>897,704</u>
Total revenue	<u>232,917</u>	<u>997,011</u>	<u>178,670</u>	<u>897,704</u>
Expenditures:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	866,243	192,000	1,034,689
Culture and recreation	-	-	-	-
Public works	222,974	-	-	-
Sanitation	-	-	-	-
	<u>222,974</u>	<u>866,243</u>	<u>192,000</u>	<u>1,034,689</u>
Total expenditures	<u>222,974</u>	<u>866,243</u>	<u>192,000</u>	<u>1,034,689</u>
Excess (deficiency) of revenue over expenditures	<u>9,943</u>	<u>130,768</u>	<u>(13,330)</u>	<u>(136,985)</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	(250,000)	-	-
Total other financing sources and uses	<u>-</u>	<u>(250,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	9,943	(119,232)	(13,330)	(136,985)
Fund balances, beginning of year	<u>95,963</u>	<u>732,868</u>	<u>18,546</u>	<u>136,985</u>
Fund balances, end of year	<u>\$ 105,906</u>	<u>\$ 613,636</u>	<u>\$ 5,216</u>	<u>\$ -</u>

Land line 911 tax	Kansas 911 tax act Senate Bill 50	Cellular 911 tax	Noxious weed	Noxious weed capital outlay	Hazardous household waste
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
66,773	136,095	108,807	311,315	-	455
-	-	-	-	-	-
-	-	-	421,879	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	82,239	10,250	-
66,773	136,095	108,807	815,433	10,250	455
-	-	-	-	-	-
76,674	43,071	4,563	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	713,895	89,252	-
-	-	-	-	-	25,051
76,674	43,071	4,563	713,895	89,252	25,051
(9,901)	93,024	104,244	101,538	(79,002)	(24,596)
153,256	-	1	-	-	25,000
-	-	(153,256)	-	-	-
153,256	-	(153,255)	-	-	25,000
143,355	93,024	(49,011)	101,538	(79,002)	404
325,927	-	49,011	338,184	380,030	-
\$ 469,282	\$ 93,024	\$ -	\$ 439,722	\$ 301,028	\$ 404

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

For the Year Ended December 31, 2012

	County fire district	Special alcohol and drug	Special parks and recreation	Special machinery reserve
Revenue:				
Intergovernmental	\$ -	\$ 2,722	\$ 2,463	\$ -
Licenses, fees and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Property taxes	563,222	-	-	-
Sales tax	-	-	-	-
Investment earnings	-	-	-	-
Miscellaneous	1,389	-	-	171,923
	<u>564,611</u>	<u>2,722</u>	<u>2,463</u>	<u>171,923</u>
Total revenue	<u>564,611</u>	<u>2,722</u>	<u>2,463</u>	<u>171,923</u>
Expenditures:				
General government	-	-	-	-
Public safety	590,406	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Public works	-	-	-	582,843
Sanitation	-	-	-	-
	<u>590,406</u>	<u>-</u>	<u>-</u>	<u>582,843</u>
Total expenditures	<u>590,406</u>	<u>-</u>	<u>-</u>	<u>582,843</u>
Excess (deficiency) of revenue over expenditures	<u>(25,795)</u>	<u>2,722</u>	<u>2,463</u>	<u>(410,920)</u>
Other financing sources (uses):				
Transfers in	-	-	-	100,000
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Net change in fund balances	(25,795)	2,722	2,463	(310,920)
Fund balances, beginning of year	40,064	12,386	3,131	524,581
Fund balances, end of year	<u>\$ 14,269</u>	<u>\$ 15,108</u>	<u>\$ 5,594</u>	<u>\$ 213,661</u>

<u>DARE</u>	<u>Risk reduction community grant</u>	<u>Santa Fe Trail Community Corrections 11/12</u>	<u>Santa Fe Trail Community Corrections 12/13</u>	<u>Flood mitigation assistance grant</u>
\$ -	\$ -	\$ 170,457	\$ 190,359	\$ -
-	-	-	-	-
-	-	32,394	30,769	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	2,110	1,080	-
-	-	204,961	222,208	-
-	-	-	-	-
-	1,433	176,409	233,378	-
4,031	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
4,031	1,433	176,409	233,378	-
(4,031)	(1,433)	28,552	(11,170)	-
-	-	-	76,138	-
-	-	(76,138)	-	-
-	-	(76,138)	76,138	-
(4,031)	(1,433)	(47,586)	64,968	-
7,877	1,433	47,586	-	2,226
<u>\$ 3,846</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,968</u>	<u>\$ 2,226</u>

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

For the Year Ended December 31, 2012

	LEPP 10/11 grant	LEPP 11/12 grant	"COPS" technology grant	Federal law enforcement trust
Revenue:				
Intergovernmental	\$ -	\$ -	\$ 52,456	\$ 5,905
Licenses, fees and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Property taxes	-	-	-	-
Sales tax	-	-	-	-
Investment earnings	-	-	-	-
Miscellaneous	-	-	-	5,833
Total revenue	-	-	52,456	11,738
Expenditures:				
General government	-	-	-	-
Public safety	-	-	41,323	-
Health and welfare	-	9,385	-	-
Culture and recreation	-	-	-	-
Public works	-	-	-	-
Sanitation	-	-	-	-
Total expenditures	-	9,385	41,323	-
Excess (deficiency) of revenue over expenditures	-	(9,385)	11,133	11,738
Other financing sources (uses):				
Transfers in	-	5,229	-	-
Transfers out	(5,229)	-	-	-
Total other financing sources and uses	(5,229)	5,229	-	-
Net change in fund balances	(5,229)	(4,156)	11,133	11,738
Fund balances, beginning of year	5,229	4,779	(11,133)	5,467
Fund balances, end of year	\$ -	\$ 623	\$ -	\$ 17,205

Special prosecutor's trust	Special law enforcement trust	Sales tax project	County plates	Local emergency planning grants	Community projects wind farm
\$ -	\$ 13,677	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	30,750
-	-	1,192,144	-	-	-
-	-	-	-	-	-
-	7,600	-	196	-	-
-	21,277	1,192,144	196	-	30,750
7,382	-	-	14	-	-
-	16,763	-	-	23	-
-	-	-	-	-	-
-	-	1,195,405	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,382	16,763	1,195,405	14	23	-
(7,382)	4,514	(3,261)	182	(23)	30,750
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(7,382)	4,514	(3,261)	182	(23)	30,750
18,465	78,962	197,539	-	2,500	30,000
\$ 11,083	\$ 83,476	\$ 194,278	\$ 182	\$ 2,477	\$ 60,750

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

For the Year Ended December 31, 2012

	Special ambulance capital outlay	Special highway improvement	Santa Fe Trails Solid Waste Authority	Enhanced 911 grant
Revenue:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Licenses, fees and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Property taxes	-	-	-	-
Sales tax	-	-	-	-
Investment earnings	-	-	-	-
Miscellaneous	-	-	15,000	-
	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
Total revenue	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
Expenditures:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Public works	-	-	-	-
Sanitation	-	-	25,238	-
	<u>-</u>	<u>-</u>	<u>25,238</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>25,238</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>-</u>	<u>-</u>	<u>(10,238)</u>	<u>-</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	(1)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
Net change in fund balances	-	-	(10,238)	(1)
Fund balances, beginning of year	1,903	17,092	8,943	1
Fund balances, end of year	<u>\$ 1,903</u>	<u>\$ 17,092</u>	<u>\$ (1,295)</u>	<u>\$ -</u>

Community resilience innovation	Emergency management performance	Fire district equipment reserve	Expo center events	Administrative check charges	Diversion
\$ 5,020	\$ 14,494	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	89,642	140	-
-	-	-	-	-	14,197
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
200	-	18,300	89,916	-	-
5,220	14,494	18,300	179,558	140	14,197
-	-	-	-	-	-
1,624	14,494	120,571	-	-	-
-	-	-	-	-	-
-	-	-	187,063	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,624	14,494	120,571	187,063	-	-
3,596	-	(102,271)	(7,505)	140	14,197
-	-	-	75,000	-	-
-	-	-	-	-	(13,000)
-	-	-	75,000	-	(13,000)
3,596	-	(102,271)	67,495	140	1,197
-	-	156,273	-	272	464
\$ 3,596	\$ -	\$ 54,002	\$ 67,495	\$ 412	\$ 1,661

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

For the Year Ended December 31, 2012

	Emergency shelter grant	State and federal grants	VOCA 12/13 grant	Violence against women act
Revenue:				
Intergovernmental	\$ 1,490	\$ -	\$ 11,295	\$ 39,728
Licenses, fees and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Property taxes	-	-	-	-
Sales tax	-	-	-	-
Investment earnings	-	163	-	-
Miscellaneous	-	66,399	-	-
	<u>1,490</u>	<u>66,562</u>	<u>11,295</u>	<u>39,728</u>
Total revenue	<u>1,490</u>	<u>66,562</u>	<u>11,295</u>	<u>39,728</u>
Expenditures:				
General government	-	21,550	-	52,877
Public safety	-	-	23,890	-
Health and welfare	1,490	-	-	-
Culture and recreation	-	-	-	-
Public works	-	-	-	-
Sanitation	-	-	-	-
	<u>1,490</u>	<u>21,550</u>	<u>23,890</u>	<u>52,877</u>
Total expenditures	<u>1,490</u>	<u>21,550</u>	<u>23,890</u>	<u>52,877</u>
Excess (deficiency) of revenue over expenditures	<u>-</u>	<u>45,012</u>	<u>(12,595)</u>	<u>(13,149)</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	45,012	(12,595)	(13,149)
Fund balances, beginning of year	-	199,594	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 244,606</u>	<u>\$ (12,595)</u>	<u>\$ (13,149)</u>

<u>Concealed weapons</u>	<u>VOCA 11/12 grant</u>	<u>Court trustee operations</u>	<u>Registered offenders</u>	<u>Register of Deeds technology</u>	<u>Heritage trust fees</u>
\$ -	\$ 82,296	\$ -	\$ -	\$ -	\$ -
3,398	-	101,778	-	44,039	32,863
-	-	-	9,626	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	165	-	-	-
-	-	-	-	-	-
<u>3,398</u>	<u>82,296</u>	<u>101,943</u>	<u>9,626</u>	<u>44,039</u>	<u>32,863</u>
-	-	90,000	-	51,073	31,084
-	71,769	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>71,769</u>	<u>90,000</u>	<u>-</u>	<u>51,073</u>	<u>31,084</u>
<u>3,398</u>	<u>10,527</u>	<u>11,943</u>	<u>9,626</u>	<u>(7,034)</u>	<u>1,779</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3,398	10,527	11,943	9,626	(7,034)	1,779
8,660	(10,527)	213,703	7,651	71,402	1,468
<u>\$ 12,058</u>	<u>\$ -</u>	<u>\$ 225,646</u>	<u>\$ 17,277</u>	<u>\$ 64,368</u>	<u>\$ 3,247</u>

FORD COUNTY, KANSAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS SPECIAL REVENUE FUNDS (CONTINUED)

For the Year Ended December 31, 2012

	Prosecutor training and assistance	Special auto	Total nonmajor special revenue funds
Revenue:			
Intergovernmental	\$ -	\$ -	\$ 989,132
Licenses, fees and permits	4,051	243,986	430,115
Charges for services	-	-	1,579,177
Fines and forfeitures	-	-	14,197
Property taxes	-	-	2,130,487
Sales tax	-	-	1,192,144
Investment earnings	-	-	328
Miscellaneous	-	-	474,170
	<u>4,051</u>	<u>243,986</u>	<u>6,809,750</u>
Total revenue	<u>4,051</u>	<u>243,986</u>	<u>6,809,750</u>
Expenditures:			
General government	3,105	27,366	284,451
Public safety	-	-	1,416,391
Health and welfare	-	-	2,107,838
Culture and recreation	-	-	1,382,468
Public works	-	-	1,608,964
Sanitation	-	-	50,289
	<u>3,105</u>	<u>27,366</u>	<u>6,850,401</u>
Total expenditures	<u>3,105</u>	<u>27,366</u>	<u>6,850,401</u>
Excess (deficiency) of revenue over expenditures	<u>946</u>	<u>216,620</u>	<u>(40,651)</u>
Other financing sources (uses):			
Transfers in	-	-	434,624
Transfers out	-	(200,293)	(697,917)
Total other financing sources and uses	<u>-</u>	<u>(200,293)</u>	<u>(263,293)</u>
Net change in fund balances	946	16,327	(303,944)
Fund balances, beginning of year	<u>686</u>	<u>25,768</u>	<u>3,751,959</u>
Fund balances, end of year	<u>\$ 1,632</u>	<u>\$ 42,095</u>	<u>\$ 3,448,015</u>

FORD COUNTY, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET ASSETS AGENCY FUNDS

December 31, 2012

	<u>Tax collection accounts</u>	<u>Local taxing districts</u>	<u>Stray animal</u>	<u>Payroll clearing</u>
<u>ASSETS</u>				
Cash and cash equivalents	<u>\$ 27,783,954</u>	<u>\$ -</u>	<u>\$ (40)</u>	<u>\$ 23,369</u>
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ 23,369
Due to state	-	-	-	-
Due to other governments and other funds	27,783,954	-	-	-
Due to others	<u>-</u>	<u>-</u>	<u>(40)</u>	<u>-</u>
Total liabilities	<u>\$ 27,783,954</u>	<u>\$ -</u>	<u>\$ (40)</u>	<u>\$ 23,369</u>

<u>Kansas drivers license</u>	<u>Motor vehicle fees</u>	<u>Sales tax collections</u>	<u>Flexible spending</u>	<u>Register of deeds</u>	<u>District court</u>
<u>\$ 175</u>	<u>\$ 13,197</u>	<u>\$ 39,057</u>	<u>\$ 28,720</u>	<u>\$ 14,248</u>	<u>\$ 242,320</u>
\$ - 175	\$ - -	\$ - 39,057	\$ 28,720 -	\$ - -	\$ - -
- -	13,197 -	- -	- -	14,248 -	8,768 233,552
<u>\$ 175</u>	<u>\$ 13,197</u>	<u>\$ 39,057</u>	<u>\$ 28,720</u>	<u>\$ 14,248</u>	<u>\$ 242,320</u>

FORD COUNTY, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET ASSETS AGENCY FUNDS (CONTINUED)

December 31, 2012

	<u>Law Library</u>	<u>Sheriff</u>	<u>Ambulance department</u>	<u>Total agency funds</u>
<u>ASSETS</u>				
Cash and cash equivalents	<u>\$ 2,258</u>	<u>\$ 20,509</u>	<u>\$ 32,655</u>	<u>\$ 28,200,422</u>
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ 52,089
Due to state	-	-	-	39,232
Due to other governments and other funds	-	-	32,655	27,852,822
Due to others	<u>2,258</u>	<u>20,509</u>	<u>-</u>	<u>256,279</u>
Total liabilities	<u>\$ 2,258</u>	<u>\$ 20,509</u>	<u>\$ 32,655</u>	<u>\$ 28,200,422</u>